

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended.

Local Government Type <input checked="" type="checkbox"/> City <input type="checkbox"/> Township <input type="checkbox"/> Village <input type="checkbox"/> Other		Local Government Name City of Wyoming, Michigan	County Kent
Audit Date 6/30/05	Opinion Date 10/19/05	Date Accountant Report Submitted to State: 12/23/05	

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:

RECEIVED
DEPT. OF TREASURY

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

DEC 28 2005

We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations

LOCAL AUDIT & FINANCE DIV.

You must check the applicable box for each item below.

- ☐ Yes ☒ No 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements.
- ☐ Yes ☒ No 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980).
- ☒ Yes ☐ No 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended).
- ☐ Yes ☒ No 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act.
- ☐ Yes ☒ No 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]).
- ☐ Yes ☒ No 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit.
- ☐ Yes ☒ No 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year).
- ☐ Yes ☒ No 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241).
- ☐ Yes ☒ No 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95).

We have enclosed the following:

	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.	✓		
Reports on individual federal financial assistance programs (program audits).			✓
Single Audit Reports (ASLGU).		✓	

Certified Public Accountant (Firm Name) BDO Seidman, LLP			
Street Address 99 Monroe Ave., NW, Suite 800		City Grand Rapids	State MI
		ZIP 49503-2654	
Accountant Signature <i>BDO Seidman, LLP / Steven Harmon, CPA</i>			Date 12/12/05



**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED**

June 30, 2005

Douglas L. Hoekstra, Jr.
Mayor

Carol S. Sheets
Mayor Pro-Tem
Councilmember-at-Large

William A. VerHulst
1st Ward Councilmember

Jack A. Poll
Councilmember-at-Large

Richard K. Pastoor
2nd Ward Councilmember

John J. Thorhauer
Councilmember-at-Large

Roger J. Haynes
3rd Ward Councilmember

Curtis L. Holt
City Manager

**Prepared By:
Finance Department**

Timothy H. Smith, CPA
Finance Director

CITY OF WYOMING, MICHIGAN
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MAYOR
Carol S. Sheets

AT-LARGE COUNCILMEMBER
Spencer Bertram

AT-LARGE COUNCILMEMBER
Sam Bolt

AT-LARGE COUNCILMEMBER
Kent Vanderwood

1ST WARD COUNCILMEMBER
William A. VerHulst

2ND WARD COUNCILMEMBER
Richard K. Pastoor

3RD WARD COUNCILMEMBER
Roger J. Haynes

CITY MANAGER
Curtis L. Holt

December 4, 2005

To the Honorable Mayor, Members of City Council, and
the Citizens of the City of Wyoming, Michigan

The City Charter and the Michigan Uniform Budgeting and Accounting Act require the financial statements be examined by a firm of independent certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the City of Wyoming (the City) for the fiscal year ended June 30, 2005.

This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and fairness of presentation of the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed to (1) safeguard the City's assets from loss, theft or misuse and (2) compile reliable financial information for the preparation of the City of Wyoming's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the City of Wyoming's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Wyoming's financial statements have been audited by BDO Seidman, LLP, an independent firm of certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Wyoming are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City of Wyoming's financial statements for the fiscal year ended June 30, 2005, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City of Wyoming was part of a broader, federally mandated "Single Audit" designed to meet the special needs of the federal grantor agencies. The standards governing Single Audit engagements require the independent auditors to report not only on the fair

presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards.

Information related to the Single Audit, including the Schedule of Expenditures of Federal Awards, findings and questioned costs, and auditors' report on internal controls and compliance with applicable laws and regulations is published in a separate document. The financial activity related to the single audit requirements, such as Nutrition Programs, Senior Transportation Program, and the Community Development Block Grant is included in this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of Wyoming's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

The City of Wyoming is located in Kent County in the western part of Michigan's lower peninsula, encompasses an area of approximately 25 square miles and, with a 2000 census population of 69,368, is the sixteenth largest City in Michigan. The City is governed by an elected City Council consisting of 3 members elected at large, 3 members elected by district and an elected mayor. The City manager, appointed by the City Council, is responsible for the day-to-day operations of the City.

The City provides a wide range of services to City residents. Water and sewer services are sold retail to City residents and business and wholesale to various surrounding governmental units resulting in total water consumption of 12.5 billion gallons during the fiscal year.

The annual budget serves as the foundation of the City's financial planning and control. All departments of the City are required to submit requests for appropriations to the Manager/Finance Director. These requests form the basis for the development of a proposed budget. The Manager/Finance Director will present to the Council a recommended budget in May at which time a public hearing date will be set. A presentation will be made at a public hearing and the budget will be adopted at the subsequent Council meeting. The budget is appropriated at the departmental level. The budget is prepared at the fund, department, activity, and line item level. Department directors may request transfers within fund appropriations under their administrative control. Transfers of appropriations between departments or funds require approval of the Council. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. The General Fund can be found on page 62 as part of the required supplementary information for the governmental funds. For governmental funds other than the general fund, this comparison can be found on pages 66 to 69 and pages 82 to 97.

Blended Component Unit

The City has one blended component unit, the Building Authority, a separate legal entity that uses the proceeds of its tax-exempt bonds to finance the construction of general fixed assets for the City. The bonds are secured by a lease agreement with the City and will be retired through lease payments from the City.

Discretely Presented Component Units

The City has five legally separate component units. These units are discretely presented as the governing bodies of the component units are not substantially the same as that of the City.

- The Economic Development Corporation (EDC) provides advice to City officials regarding economic development activity.
- The Brownfield Redevelopment Authority is responsible for providing incentive for the redevelopment of contaminated property.
- The Wyoming Downtown Development Authority is responsible for correcting blight in their area and enhancing economic growth.
- The Wyoming Housing Commission provides housing assistance to low and moderate income families.
- The District Court of Wyoming accounts for the collection and payment to the State of Michigan, Kent County, and the City of Wyoming, of fines and fees collected on their behalf. Bond and other trust money held by the Court are also accounted for. Fines and fees collected that remain at the local level, along with actual Court operations, are accounted for in the City's General Fund.

Financial Condition Factors

Local Economy

The manufacturing sector is strong in furniture, automotive and food processing. The service area, including financial, educational, medical and retailing, provides a positive impact on the economy. Business and industrial growth within the City of Wyoming continued at a slow pace during the fiscal year. With the completion of the South Beltline freeway in the fall of 2004, industrial and commercial growth is occurring in the southern portion of the City. Residential growth also continues in the southwest sector of the City and will be further enhanced by the addition of a hospital and medical complex near the South Beltline freeway.

The City continues to actively improve infrastructure that supports its citizens. The City has invested in developing new software that will be used to track the condition of streets, sidewalks and the sewer and water systems. Studies are underway to help develop plans to expand water and wastewater facilities to meet business, industrial and residential growth within its service area.

The City continues to face challenges of providing services to its citizens with shrinking revenue sources. The State of Michigan continues to face revenue shortfalls that are passed on to local units through decreases in statutory revenue sharing. Property tax revenue growth has been held in check through various state-wide voter approved initiatives occurring in the '80s and '90s. Local voters have voted to not increase property tax rates. As a result of these factors and growth in various costs incurred by the City, the City has taken steps to reduce its labor force and consequently services provided to its citizens to ensure that future expenditures do not exceed anticipated revenues.

Cash Management

Available cash during the fiscal year, excluding pension trust funds, was primarily invested in certificates of deposit and instruments of the U.S. Treasury and Governmental Agencies. As of June 30, 2005, the book value of these investments was \$53,621,148. The average yield of

funds invested by City staff for the year ended June 30, 2005 was 3.18 percent compared to 3.23 percent the prior year. While interest rates began to rise in the latter part of the fiscal year, the City continued to experience a drop in earnings reflecting the flat yield curve on longer term investments.

Risk Management

The risk management activities of the City are primarily the responsibility of Finance and Human Resources Departments. However, each department director has a responsibility for managing the activities of their department in such as way as to preserve the human, physical, natural, and financial resources of the City.

The City has developed an internal financing mechanism to accrue its incurred and incurred-but-not-reported claims not covered by insurance. A Self-Insurance Fund has been established to segregate risk management activities and process the payment claims. An annual allocation of costs including self-funded loss payment, insurance premiums and administrative costs are charged back to all departments using the appropriate statistic.

The City has been operating successfully for over sixteen years in providing general liability, property insurance, vehicle insurance, and workers' compensation insurance programs through the Insurance Fund. The City has purchased liability coverage for claims in excess of \$500,000 from a private carrier. Beginning in fiscal year 1997-1998, the City also began to self-fund its health insurance plan with a current excess coverage of \$125,000 per claim. The Insurance Fund experienced an operating gain of \$2,679,347, which includes investment earnings. Like the general business sector, the City incurred higher than inflationary expenditures for health care. During the past year, the City was very fortunate and experienced only a 4% increase in claims costs.

Settlement of claims greater than \$10,000 requires the prior approval of the City Council. Recommendations are made to them from its insurers, claim administrator and legal counsel. The City may settle large claims by making a lump payment or using a structured payment.

Pensions and Post-Retirement Benefits

The City sponsors a single-employer defined benefit pension plan for all of its employees. Each year an independent actuary calculates the percentage of payroll that the City must contribute to the pension plan to ensure that the fund will meet its full obligation to plan participants. As a matter of policy, the City fully funds each year's contribution as determined by the actuary. As of the June 30, 2005 actuarial report, the City's accrued assets exceeded its accrued liabilities by \$4,408,000. The employer normal cost for 2005 was \$3,156,127; however, due to over-funding, the computed employer contribution was \$1,874,868. Contributions to the pension plan were exceeded by benefits paid out during 2004-2005, the seventh time this has happened. Benefit payments have increased as the number of retirees has also increased.

The City also provides post-retirement health care benefits for retirees and their dependents. As of the end of the current fiscal year, there were 257 retired employees receiving these benefits, which are financed based on actuarial computation. GAAP does not require governments to report a liability in the financial statements in connection with an employer's obligation to provide these benefits at this time. However, as required by Governmental Accounting Standards Board Statement No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, the City will have to provide information relative to funding

progress of post-retirement health care benefits for retirees and their dependents. Based upon current rates which do not mirror GASB requirements, the unfunded actuarial accrued liability is in excess of \$25 million.

Additional information on the City's pension arrangements and post-employment benefits can be found in Note H in the notes to the basic financial statements.

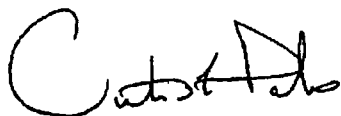
Awards

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report for the year ended June 30, 2004. This was the sixteenth year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

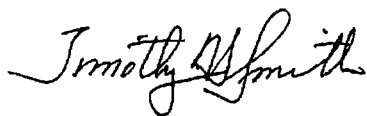
Acknowledgements

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance Department. We should like to express our appreciation to all the employees of the City who assisted and contributed to its preparation.

Respectfully submitted,



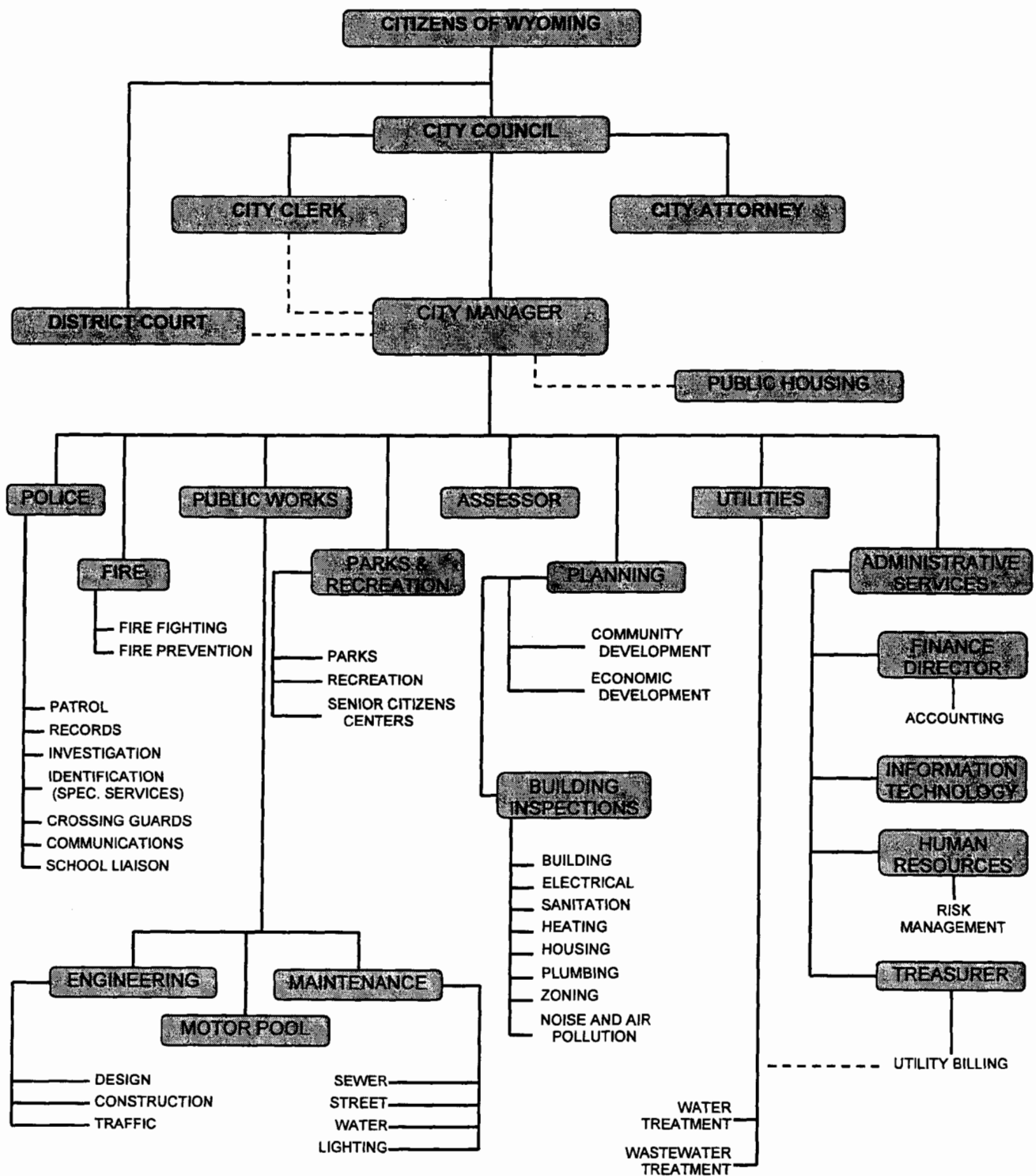
Curtis L. Holt
City Manager



Timothy H. Smith, CPA
Finance Director

CITY OF WYOMING, MICHIGAN

TABLE OF ORGANIZATION





BDO Seidman, LLP
Accountants and Consultants

99 Monroe Avenue NW, Suite 800
Grand Rapids, Michigan 49503-2654
Telephone: (616) 774-7000
Fax: (616) 776-3680

Independent Auditors' Report

Honorable Mayor and Members of the City Council
City of Wyoming
Wyoming, Michigan

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the City of Wyoming, Michigan (the City) as of and for the year ended June 30, 2005 (March 31, 2005 for the Wyoming Housing Commission), which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the City. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information at June 30, 2005 (March 31, 2005 for the Wyoming Housing Commission), and the respective changes in financial position and cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated October 19, 2005, on our consideration of the City of Wyoming's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grants and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Management's Discussion and Analysis and the budgeting comparison information on pages 62-69 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, other supplementary information and statistical section as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements of the City of Wyoming. The combining and individual nonmajor fund financial statements and other supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and the statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

BDO Seidman, LLP

Grand Rapids, Michigan
October 19, 2005

**CITY OF WYOMING, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS**

The City of Wyoming's (the "City") discussion and analysis is designed to (a) assist the reader in focusing on the significant financial issues, (b) provide an overview of the financial activities for the fiscal year ended June 30, 2005, (c) identify changes in the City's financial position (its ability to address the next year and subsequent year challenges), (d) identify any material deviations from the approved budget, and (e) identify individual fund issues or concerns. Since the management's discussion and analysis (MD&A) is designed to focus on the current year's activities, resulting changes, and known facts, readers are encouraged to consider the information presented here in conjunction with the transmittal letter at the front of this report and with the City's financial statements, which follow this section.

Financial Highlights

- Assets of the City exceeded its liabilities at the end of the fiscal year by \$230,349,500 (net assets), an increase of \$8,703,889 from the previous year. Component units reported net assets of \$4,724,381, an increase of \$139,952 from the previous year.
- Of the \$230 million reported in net assets, \$48,902,202 may be used to meet the ongoing obligations to citizens and creditors (unrestricted net assets) of the respective fund where the funds were earned.
- At the end of the fiscal year, the City's governmental funds reported combined ending fund balance of \$16,825,150, an increase of \$387,805 from the previous year. Of this fund balance, approximately 91 percent (\$15,382,343) is available for spending at the government's discretion (unreserved fund balance) for purposes of the respective fund where the funds were earned.
- At the end of the current fiscal year, the unreserved undesignated fund balance for the General Fund was \$4,355,489 or 16% of the total General Fund expenditures.
- The enterprise funds reported net assets at June 30 of \$125,390,731, an increase of \$2,400,801 from the previous year.
- The City's total debt, excluding compensated absences and workers' compensation claims, during the fiscal year decreased to \$67,984,758 a decrease of \$4,664,750 (or 6.4%), which represents the difference between refunding issues of \$26,150,000 and payments of outstanding debt of \$30,814,750.

Overview of the Financial Statements

This discussion and analysis is an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. The financial statements' focus is on both the City as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major fund) allow users to address relevant questions, broaden a basis for comparison (interperiod or intergovernmental) and enhance the City's accountability. This report also contains supplementary information in addition to the basic financial statements which further explains and supports the information presented in these statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances. The Statement of Net Assets and the Statement of Activities are designed to be corporate-like in that all the governmental and business-type activities are consolidated into columns which add to a total for the Primary Government. These statements should help the reader to answer the question: Is the City, as a whole, better off or worse off as a result of this year's activities. These statements include all non-fiduciary assets and liabilities using the accrual basis of accounting. The current year's revenues and expenses are recognized regardless of when cash is received or paid.

The focus of the Statement of Net Assets is designed to be similar to the bottom line results for the City and its governmental and business-type activities. This statement combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations (total economic resources). This statement presents all of the City's assets and

CITY OF WYOMING, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

liabilities, with the difference between the two reported as "net assets." Over time, increases and decreases in net assets may indicate whether the City's financial position is improving or deteriorating. However, in order to assess the overall health of the City, non-financial factors such as the City's property tax base and condition of the City's infrastructure may also need to be considered.

The Statement of Activities is focused on both the gross and net cost of the various activities (governmental, business-type, and component unit) which are supported by the City's general tax and other revenues. This presentation is intended to summarize and simplify the user's analysis of the cost of the various governmental services and/or the subsidy to various business-type activities and/or component units. This statement shows how the City's net assets changed during the fiscal year. All changes in net assets are reported when the underlying events occur, regardless of the timing of related cash flows. Therefore, revenues and expenses are reported in these statements for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both statements report three activities:

1. *Governmental Activities:* Most of the City's basic services (i.e., police, fire, public works, parks, etc.) are reported under this category. Taxes and intergovernmental revenues generally fund these services. The City's governmental activities include legislative, judicial, general government, public safety, public works, health and welfare, and recreation and culture.
2. *Business-Type Activities:* The City charges fees to customers to help cover all or most of the cost of certain services it provides. The City operates two business-type activities that reflect private sector type operations: Water and Sewer services.
3. *Discretely Presented Component Units:* Component units are legally separate organizations over which the City (the City Council, acting as a group) can exercise influence and/or for which the City is financially accountable. The City has five component units: the Economic Development Corporation, the Brownfield Redevelopment Authority, the Wyoming Downtown Development Authority, the 62A District Court (collections remitted to other jurisdictions and trust activity), and the Wyoming Housing Commission. Financial information for these component units is presented separately from that of the primary government. The focus of the statements is clearly on the primary government; however, the presentation allows the user to address the relative relationship with the component units.

Fund Financial Statements

Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. These statements provide more detailed information about the City's most significant funds (Major Funds), not the City as a whole. A fund is a fiscal and accounting entity with a self-balancing set of accounts that the City uses to maintain control over resources that have been segregated for specific activities or objectives. In addition to major funds, the City presents individual fund data for nonmajor funds in the supplementary information section. All of the funds of the City can be divided into three categories: governmental, proprietary, and fiduciary. Each category uses different accounting approaches.

Governmental Funds:

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, the governmental fund statements are presented on a modified accrual basis, which focuses on the near-term sources and uses of available resources. This is the manner in which the budget is typically developed. The City establishes funds for various purposes; and the Fund Financial Statements allow the demonstration of sources and uses

CITY OF WYOMING, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

and/or budgetary compliance associated therewith. Governmental funds include the general fund, special revenue funds, capital project funds, and debt service funds.

The focus of governmental funds (current financial resources) is narrower than that of the government-wide financial statements (total economic resources). Therefore, the reader may better understand the long-term impact of the City's near-term financing decisions by comparing information presented for governmental funds with the information presented for the governmental activities in the government-wide financial statements. Both the governmental funds Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balance provide a reconciliation to facilitate this comparison.

Proprietary Funds:

Proprietary funds are used to account for services provided by the City where the City charges customers (whether external or internal) for the services it provides. These funds use accrual accounting; the same method used by private sector businesses. The City maintains two different types of proprietary funds: enterprise and internal service. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its Water and Sewer services. Internal service funds are used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its Motor Pool and Insurance programs. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Fiduciary Funds:

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. While these funds represent trust responsibilities of the City, these assets are restricted in purpose and do not represent discretionary assets of the City. Therefore, these assets are not reflected in the government-wide financial statements. The City acts as a trustee or fiduciary for its employee pension plan. It is a trustee/agent for the other governmental units for which it collects tax payments. The City is responsible for ensuring that the assets reported in these funds are used for their intended purpose. The City's fiduciary activities are reported in separate Statements of Fiduciary Net Assets and Changes in Fiduciary Net Assets. These funds are reported using accrual accounting.

Financial Analysis of the Government as a Whole

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the City's case, assets exceeded its liabilities at the end of the fiscal year by \$230,349,500. However, an overwhelming portion of the City's net assets (73 percent) represents its investment in capital assets (e.g., land, roads, storm sewers, water and sewer systems, buildings, and equipment) less any related debt used to acquire or construct these assets that is still outstanding. The City uses these capital assets to provide essential services to citizens; therefore, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that resources needed to repay this debt must be provided from other sources because the capital assets themselves cannot be used to liquidate these liabilities.

**CITY OF WYOMING, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)**

City of Wyoming's Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2005	2004	2005	2004	2005	2004
Current and other assets	\$ 36,458,851	\$ 32,417,864	\$ 39,811,189	\$ 41,313,015	\$ 76,270,040	\$ 73,730,879
Capital assets, net of accumulated depreciation	113,025,420	112,341,345	126,648,708	122,878,185	239,674,128	235,219,530
Total Assets	149,484,271	144,759,209	166,459,897	164,191,200	315,944,168	308,950,409
Long-term liabilities outstanding	37,676,823	40,775,953	36,831,444	38,647,425	74,508,267	79,423,378
Other liabilities	7,168,176	5,316,091	3,918,225	2,565,329	11,086,401	7,881,420
Total Liabilities	44,844,999	46,092,044	40,749,669	41,212,754	85,594,668	87,304,798
Net Assets:						
Invested in capital assets, net of related debt	75,348,597	77,228,778	92,150,513	85,341,244	167,499,110	162,570,022
Restricted	11,748,408	11,231,869	2,199,780	1,844,952	13,948,188	13,076,821
Unrestricted	17,542,267	21,438,387	31,359,935	35,792,250	48,902,202	57,230,637
Total Net Assets	\$104,639,272	\$109,899,034	\$125,710,228	\$122,978,446	\$230,349,500	\$232,877,480

Except for \$13,948,188 restricted for debt service, revenue source and water system development, the City may use the remaining balance of unrestricted net assets of \$48,902,202 (21.2 percent) to meet its ongoing obligations to citizens and creditors; however, the use of the unrestricted net assets is limited by nature of the fund generating the unrestricted fund balance.

Further, the City is able to report positive balances in all three categories of net assets, both for the government as a whole, and for its separate governmental and business-type activities.

City of Wyoming's Change in Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2005	2004	2005	2004	2005	2004
Revenues:						
Program Revenues:						
Charges for services	\$ 9,410,224	\$ 8,355,622	\$ 25,962,213	\$ 25,733,785	\$ 35,372,437	\$ 34,089,407
Operating grants	7,053,212	5,740,407	-	41,375	7,053,212	5,781,782
Capital grants	455,016	452,769	984,061	6,416,665	1,439,077	6,869,434
General Revenues:						
Taxes	21,470,903	21,180,785	-	-	21,470,903	21,180,785
Grants not restricted to specific programs	6,309,830	6,570,912	-	-	6,309,830	6,570,912
Investment earnings	843,651	800,650	827,599	382,843	1,671,250	1,183,493
Other	1,203,358	-	25	416	1,203,383	416
Total Revenues	46,746,194	43,101,145	27,773,898	32,575,084	74,520,092	75,676,229

**CITY OF WYOMING, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)**

	Governmental Activities		Business-Type Activities		Total	
	2005	2004	2005	2004	2005	2004
Expenses:						
Legislative	\$ 104,973	\$ 110,340	\$ -	\$ -	\$ 104,973	\$ 110,340
Judicial	1,714,263	1,782,648	-	-	1,714,263	1,782,648
General government	4,885,248	5,029,797	-	-	4,885,248	5,029,797
Public safety	18,995,200	20,301,291	-	-	18,995,200	20,301,291
Public works	8,410,303	9,179,668	-	-	8,410,303	9,179,668
Health and welfare	849,446	899,123	-	-	849,446	899,123
Recreation and culture	3,808,009	3,880,950	-	-	3,808,009	3,880,950
Debt service	2,006,645	1,999,910	-	-	2,006,645	1,999,910
Water	-	-	14,593,867	14,682,669	14,593,867	14,682,669
Sewer	-	-	10,448,249	10,753,042	10,448,249	10,753,042
Total Expenses	40,774,087	43,183,727	25,042,116	25,435,711	65,816,203	68,619,438
Increase (Decrease) in Net Assets	5,972,107	(82,582)	2,731,782	7,139,373	8,703,889	7,056,791
Net Assets, July 1,	98,667,165	98,749,747	122,978,446	115,839,073	221,645,611	214,588,820
Net Assets, June 30,	\$104,639,272	\$ 98,667,165	\$ 125,710,228	\$ 122,978,446	\$ 230,349,500	\$ 221,645,611

Governmental Activities:

Governmental activities increased the City's net assets by \$5,972,107, thereby accounting for 68.6 percent of the total increase in the net assets of the City. Key factors of this increase are as follows:

- Special assessments primarily levied as a result of construction work on Byron Center Avenue between Gezon Parkway and M-6 resulted in a net increase in special assessment revenue of \$974,750 (27 percent of the current revenue increase).
- Community Development Block Grant federal funding increased \$1,252,432 (34 percent of the current year revenue increase).
- Sales of various excess parcels of land resulted in an increase in revenue from the sale of capital assets of \$528,490 (14 percent of the current year increase in revenue increase).
- Public safety expenditures decreased by \$1,306,091 primarily as a result of personnel reductions (\$614,400) and related operating reductions and service curtailments.
- Other expenditures decreased \$1,103,549 primarily due to decreased costs in Public Works and General Government.

Business-Type Activities:

Business-type activities increased the City's net assets by \$2,731,782, accounting for 31.4 percent of the total growth in the City's net assets. Key factors of this increase are as follows:

- Nonoperating revenues increased \$767,528 from the prior year.
- Operating revenues increased by 0.9 percent while operating expenditures decreased by 0.3 percent.

Financial Analysis of the City's Funds

As the City completed the year, its governmental funds reported combined fund balances of \$16,825,150. Of this total amount, \$15,382,343 (91 percent) was unreserved fund balance, which is available for appropriations for the general purpose of the funds. The remainder of the fund balance is reserved and is not available for new spending because it has already been dedicated for various commitments.

CITY OF WYOMING, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

General Fund

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unreserved fund balance was \$4,377,045, and the reserved fund balance was \$457,994. Total fund balance decreased by \$160,531 during the fiscal year, an amount lower than anticipated, primarily as the result of lower than budgeted expenditures on public safety and general government services, which related to a reduction in work force implemented to provide a balanced budget in future years.

The differences between the original budget and the final amended budget for revenue and expenditures were relatively minor. However, the differences between final amended budget and the actual amounts were more significant. Revenues received were 0.1 percent more than budgeted (\$26,397) whereas expenditures were 9.6 percent less than budgeted (\$2,661,720). The greater reduction in expenditures is attributable to the aforementioned reduction in work force. Consequently, during the current fiscal year, the General Fund continued to maintain a fund balance of over 17 percent of expenditures. For fiscal year 2005-2006, the City adopted a balanced budget which will result in the fund balance remaining at approximately 17 percent of 2005-2006 expenditures.

Capital Assets and Debt Administration

Capital Assets:

The City investment in capital assets for its governmental and business-type activities as of June 30, 2005 amounts to \$238,888,180 (less accumulated depreciation). This investment includes a broad range of capital assets, which are detailed in the table below. The total increase in the City's net investment in capital assets for the current fiscal year was \$3,668,650 (a 1 percent increase for governmental activities and a 2 percent increase for business-type activities.)

Net Capital Assets at Year End
(in thousands)

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total Primary Government</u>	
	<u>2005</u>	<u>2004</u>	<u>2005</u>	<u>2004</u>	<u>2005</u>	<u>2004</u>
Capital assets not depreciated:						
Land	\$ 3,999	\$ 3,999	\$ 1,853	\$ 2,137	\$ 5,852	\$ 6,136
Rights of way	9,355	9,355	-	-	9,355	9,355
Construction in process	4,487	3,200	12,608	4,729	17,095	7,929
Capital assets being depreciated:						
Infrastructure	60,630	59,698	-	-	60,630	59,698
Buildings	26,519	27,797	15,037	16,512	41,556	44,309
Improvements other than buildings	1,584	1,249	91,401	93,854	92,985	95,103
Equipment	2,507	2,591	4,953	5,643	7,460	8,234
Vehicles	3,944	4,451	11	4	3,955	4,455
Net capital assets	<u>\$ 113,025</u>	<u>\$ 112,340</u>	<u>\$ 125,863</u>	<u>\$ 122,879</u>	<u>\$ 238,888</u>	<u>\$ 235,219</u>

CITY OF WYOMING, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

This year's major capital events included the following:

- Various Wyoming Water Treatment Plant projects are in process resulting in construction in progress as of June 30 of \$5,284,789.
- Construction relating to odor control and planning for a joint biosolids facility continued with construction in progress at year-end of \$7,825,181.
- City streets, street lighting and sewer additions and improvements of \$2,944,026 were capitalized during the fiscal year and 4,486,702 were included in construction in progress.

Additional information regarding the City's capital assets can be located in Note F of the notes to basic financial statements and in the other supplementary information.

Long-Term Debt:

At the end of the fiscal year, the City had total long-term bonds and notes outstanding of \$67,984,758. Of this amount, \$9,681,355 comprises debt backed by the full faith and credit of the City whereas \$32,108,653 comprises debt backed by the limited full faith and credit of the City. Another \$25,995,000 represents bonds secured solely by specific revenue sources (i.e., revenue bonds). The remaining \$199,750 is secured by the assets purchased with the note proceeds.

Outstanding Debt at Year End

	Governmental Activities	Business-Type Activities	Total Primary Government
General obligation bonds (backed by the City)	\$ 32,108,653	\$ 826,355	\$ 32,935,008
Revenue bonds (backed by specific fee revenue)	-	25,995,000	25,995,000
Contracts with other municipality (backed by the City)	-	8,855,000	8,855,000
Municipal purchase agreements (backed by specific capital assets)	199,750	-	199,750
Total	\$ 32,308,403	\$ 35,676,355	\$ 67,984,758

During fiscal year 2004-2005, the City issued general obligation building authority refunding debt totaling \$13,070,000. The City also issued revenue refunding bonds of \$13,080,000.

The City maintains a "AA" rating from Standard & Poor's and "Aaa" from Moody's for its transportation general obligation debt. The special assessment general obligation debt carries rating of "A+" and "A3" from Standard & Poor's and Moody's, respectively. The revenue bonds for the Wyoming Water Supply and Sewer Disposal Systems have an "A" from Standard & Poor's and "Aaa" from Moody's.

State statutes limit the amount of general obligation debt the City can issue to 10 percent of its total state equalized assessed value of property. The City's total general obligation debt of \$41,790,008 is significantly lower than the current state-imposed limit of \$234,935,280.

Other long-term obligations totaling \$6,523,509 represent accrued compensated absences and workers compensation claims. Additional information is presented in Note G to the basic financial statements.

CITY OF WYOMING, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

Economic Condition and Outlook

The downturn in the U.S. economy that began in the first quarter of 2001 had a similar impact on the State of Michigan (the State) and the local economy. Although the City's tax revenues are primarily derived from property taxes, the revenue sharing we receive from the State is derived from sales and income taxes. Therefore, the declining revenues of the State have meant reductions of revenue shared with the City. During fiscal year 2005, the City imposed a capital purchase freeze and reduced its work force to deal with these reductions in revenue. The forecasted reductions were considered in preparing the City's budget for fiscal year 2005-2006.

During the current fiscal year, unreserved fund balance in the General Fund decreased to \$4,377,045 (a decrease of \$516,649 when compared to prior year's unreserved fund balance). While revenues during fiscal year 2005-2006 are anticipated to increase by 2.6 percent, budgeted expenditures for the General Fund are expected to rise nearly 2.0 percent to approximately \$28,182,000 from actual 2005 expenditures. The largest increments are increases in wages and health insurance costs. The City's adopted a balanced budget on May 16, 2005 which was later modified to include various encumbered expenditures totaling \$453,082. With these encumbrances included in budgeted expenditures, the unreserved fund balance is still in excess of 15% of budgeted General Fund expenditures. During the past several years, concerns regarding future revenue growth as a result of continued State fiscal conditions and limited property tax revenue growth as a result of voter approved limitations during the 1980s and 1990s, along with continued expenditure growth, has been a catalyst for the City to examine services offered. Future expenditure growth will be limited to available revenue thus requiring reduced service levels.

Contacting the City's Financial Management

This financial report is designed to provide a general overview of the City's finances for its citizens, customers, investors, and creditors and to demonstrate the City's accountability for the money it receives. Questions regarding any information provided in this report or requests for additional financial information should be addressed to the following:

Finance Director
City of Wyoming
1155 28th Street SW
P.O. Box 905
Wyoming, MI 49509-0905

Government-Wide Financial Statements

CITY OF WYOMING, MICHIGAN
STATEMENT OF NET ASSETS
June 30, 2005

	Primary Government				Totals
	Governmental Activities	Business-Type Activities	Total	Component Units	Reporting Entity
<u>Assets</u>					
Cash and cash equivalents (Note D)	\$ 2,994,589	\$ 1,268,592	\$ 4,263,181	\$ 1,110,982	\$ 5,374,163
Investments (Note D)	23,980,598	11,507,630	35,488,228	-	35,488,228
Receivables (net of allowances for uncollectibles):					
Accounts	307,657	3,376,917	3,684,574	12,518	3,697,092
Accrued interest	183,525	88,727	272,252	-	272,252
Taxes	275,335	-	275,335	-	275,335
Special assessments	2,444,964	-	2,444,964	-	2,444,964
Internal balances	(319,497)	319,497	-	-	-
Due from component units (Note E)	56,795	-	56,795	-	56,795
Due from other governmental units	2,300,823	9,130,575	11,431,398	48,617	11,480,015
Loans	1,271,013	-	1,271,013	-	1,271,013
Inventories	204,386	144,449	348,835	450	349,285
Prepaid items	244,381	-	244,381	11,998	256,379
Deposits in other funds	(747,793)	747,793	-	-	-
Restricted assets:					
Cash and cash equivalents (Note D)	-	251,233	251,233	2,331	253,564
Investments (Note D)	-	2,296,061	2,296,061	-	2,296,061
Accrued interest receivable	-	17,572	17,572	-	17,572
Investments held for bond redemption (Note D)	-	50,500	50,500	-	50,500
Replacement reserve	2,171,346	9,433,483	11,604,829	-	11,604,829
Capital assets (Note F):					
Capital assets not being depreciated	17,840,577	14,460,795	32,301,372	654,672	32,956,044
Capital assets being depreciated	160,772,258	189,061,980	349,834,238	8,110,072	357,944,310
Less accumulated depreciation	(65,587,415)	(77,660,015)	(143,247,430)	(4,386,409)	(147,633,839)
Other assets	1,090,729	1,964,108	3,054,837	-	3,054,837
Total assets	149,484,271	166,459,897	315,944,168	5,565,231	321,509,399
<u>Liabilities</u>					
Accounts payable	3,569,303	2,105,792	5,675,095	24,119	5,699,214
Checks issued in advance of deposits	-	1,491,913	1,491,913	-	1,491,913
Accrued liabilities	1,211,015	249,570	1,460,585	9,044	1,469,629
Due to other governmental units	825,446	-	825,446	399,386	1,224,832
Due to primary government (Note E)	-	-	-	95,272	95,272
Deposits	97,553	70,950	168,503	39,841	208,344
Unearned revenue	424,115	-	424,115	1,574	425,689
Other (bond premiums)	1,040,744	-	1,040,744	-	1,040,744
Noncurrent liabilities (Note G):					
Due within one year	4,066,127	2,540,614	6,606,741	38,873	6,645,614
Due in more than one year	33,610,696	34,290,830	67,901,526	232,741	68,134,267
Total liabilities	44,844,999	40,749,669	85,594,668	840,850	86,435,518

	Primary Government			Component Units	Totals Reporting Entity
	Governmental Activities	Business-Type Activities	Total		
<u>Net Assets</u>					
Invested in capital assets, net of related debt	\$ 75,348,597	\$ 92,150,513	\$ 167,499,110	\$ 4,333,377	\$ 171,832,487
Restricted for:					
Debt service	-	2,099,780	2,099,780	-	2,099,780
Public safety	253,558	-	253,558	-	253,558
Public works	9,336,561	-	9,336,561	-	9,336,561
Recreation and culture	2,158,289	-	2,158,289	-	2,158,289
Water contracts	-	100,000	100,000	-	100,000
Unrestricted	17,542,267	31,359,935	48,902,202	391,004	49,293,206
Total net assets	\$ 104,639,272	\$ 125,710,228	\$ 230,349,500	\$ 4,724,381	\$ 235,073,881

See accompanying notes to basic financial statements.

CITY OF WYOMING, MICHIGAN
STATEMENT OF ACTIVITIES
Year Ended June 30, 2005

Functions/Programs:	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental activities:				
Legislative	\$ 104,973	\$ -	\$ -	\$ -
Judicial	1,714,263	1,890,335	103,381	-
General government	4,885,248	3,778,557	75,558	-
Public safety	18,995,200	1,373,893	642,269	-
Public works	8,410,303	1,514,166	4,718,817	451,516
Health and welfare	849,446	588,203	1,414,673	-
Recreation and culture	3,808,009	265,070	98,514	3,500
Interest and fiscal agent fees	2,006,645	-	-	-
Total governmental activities	<u>40,774,087</u>	<u>9,410,224</u>	<u>7,053,212</u>	<u>455,016</u>
Business-type activities:				
Water	14,593,867	15,339,402	-	932,711
Sewer	10,448,249	10,622,811	-	51,350
Total business-type activities	<u>25,042,116</u>	<u>25,962,213</u>	<u>-</u>	<u>984,061</u>
Total primary government	<u>\$ 65,816,203</u>	<u>\$ 35,372,437</u>	<u>\$ 7,053,212</u>	<u>\$ 1,439,077</u>
Component Units:				
Wyoming Housing Commission	\$ 7,301,215	\$ 445,918	\$ 6,917,173	\$ -
62A District Court	3,431,736	3,431,736	-	-
Wyoming Downtown Development Authority	183,899	-	-	-
Economic Development Corporation	18,225	-	-	-
Brownfield Redevelopment Authority	436	-	-	-
Total component units	<u>\$ 10,935,511</u>	<u>\$ 3,877,654</u>	<u>\$ 6,917,173</u>	<u>\$ -</u>
General Revenues:				
Taxes:				
Property taxes levied for general purposes				
Property taxes levied for debt service				
Industrial/commercial facilities				
Service charges in lieu of taxes				
Penalties and interest on delinquent property taxes				
Trailer taxes				
Grants not restricted to specific programs				
Investment earnings				
Gain on sale of capital assets				
Miscellaneous revenues				
Total general revenues				
Change in net assets				
Net assets, beginning of year				
Net assets, end of year				

Net (Expense) Revenue and Changes in Net Assets				
Primary Government				Totals
Governmental Activities	Business-Type Activities	Total	Component Units	Reporting Entity
\$ (104,973)	\$ -	\$ (104,973)	\$ -	\$ (104,973)
279,453	-	279,453	-	279,453
(1,031,133)	-	(1,031,133)	-	(1,031,133)
(16,979,038)	-	(16,979,038)	-	(16,979,038)
(1,725,804)	-	(1,725,804)	-	(1,725,804)
1,153,430	-	1,153,430	-	1,153,430
(3,440,925)	-	(3,440,925)	-	(3,440,925)
(2,006,645)	-	(2,006,645)	-	(2,006,645)
<u>(23,855,635)</u>	<u>-</u>	<u>(23,855,635)</u>	<u>-</u>	<u>(23,855,635)</u>
-	1,678,246	1,678,246	-	1,678,246
-	225,912	225,912	-	225,912
-	1,904,158	1,904,158	-	1,904,158
<u>(23,855,635)</u>	<u>1,904,158</u>	<u>(21,951,477)</u>	<u>-</u>	<u>(21,951,477)</u>
-	-	-	61,876	61,876
-	-	-	-	-
-	-	-	(183,899)	(183,899)
-	-	-	(18,225)	(18,225)
-	-	-	(436)	(436)
-	-	-	(140,684)	(140,684)
20,090,990	-	20,090,990	195,753	20,286,743
613,654	-	613,654	-	613,654
645,858	-	645,858	-	645,858
23,810	-	23,810	-	23,810
91,460	-	91,460	-	91,460
5,131	-	5,131	-	5,131
6,309,830	-	6,309,830	-	6,309,830
843,651	827,599	1,671,250	11,897	1,683,147
1,203,358	-	1,203,358	-	1,203,358
-	25	25	72,986	73,011
<u>29,827,742</u>	<u>827,624</u>	<u>30,655,366</u>	<u>280,636</u>	<u>30,936,002</u>
5,972,107	2,731,782	8,703,889	139,952	8,843,841
98,667,165	122,978,446	221,645,611	4,584,429	226,230,040
<u>\$ 104,639,272</u>	<u>\$ 125,710,228</u>	<u>\$ 230,349,500</u>	<u>\$ 4,724,381</u>	<u>\$ 235,073,881</u>

See accompanying notes to basic financial statements.

Fund Financial Statements

CITY OF WYOMING, MICHIGAN
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2005

	General	Major Street	Local Street	Parks and Recreation
<u>Assets</u>				
Cash and cash equivalents (Note D)	\$ 629,993	\$ 72,063	\$ 147,764	\$ 94,560
Investments (Note D)	5,560,616	658,596	1,350,441	864,202
Receivables (net of allowances for uncollectibles):				
Accounts	48,766	-	-	-
Accrued interest	42,555	5,040	10,334	6,614
Taxes	275,335	-	-	-
Special assessments	-	-	-	-
Due from component units (Note E)	56,795	-	-	-
Due from other governmental units	1,128,215	800,027	179,667	50,472
Prepays	4,912	-	-	-
Inventories	-	125,612	41,871	-
Total assets	<u>\$ 7,747,187</u>	<u>\$ 1,661,338</u>	<u>\$ 1,730,077</u>	<u>\$ 1,015,848</u>
<u>Liabilities and fund balances</u>				
Liabilities:				
Accounts payable	\$ 651,919	\$ 90,407	\$ 37,761	\$ 188,771
Accrued liabilities	961,395	-	-	-
Due to other governmental units	825,446	-	-	-
Deposits	68,000	-	-	2,025
Deferred revenue	405,388	-	-	18,727
Total liabilities	<u>2,912,148</u>	<u>90,407</u>	<u>37,761</u>	<u>209,523</u>
Fund balances:				
Reserved for:				
Encumbrances	453,082	19,780	239,770	512,780
Inventory and prepaid items	4,912	125,612	41,871	-
Unreserved:				
Designated for debt service, reported in:				
Debt Service Funds	-	-	-	-
Designated for departmental cash, reported in:				
General Fund	21,556	-	-	-
Designated for subsequent fiscal year, reported in:				
Special Revenue Funds	-	115,670	26,630	-
Undesignated, reported in:				
General Fund	4,355,489	-	-	-
Special Revenue Funds	-	1,309,869	1,384,045	293,545
Capital Projects Funds	-	-	-	-
Total fund balances	<u>4,835,039</u>	<u>1,570,931</u>	<u>1,692,316</u>	<u>806,325</u>
Total liabilities and fund balances	<u>\$ 7,747,187</u>	<u>\$ 1,661,338</u>	<u>\$ 1,730,077</u>	<u>\$ 1,015,848</u>

<u>Community Development Block Grant</u>	<u>Capital Improvement</u>	<u>Capital Projects Revolving</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 10,470	\$ 302,846	\$ 352,820	\$ 283,980	\$ 1,894,496
2,306	2,767,767	3,224,482	2,228,869	16,657,279
1,271,013	-	222,199	38,815	1,580,793
18	21,182	24,676	17,059	127,478
-	-	-	-	275,335
-	-	2,444,964	-	2,444,964
-	-	-	-	56,795
140,542	-	-	-	2,298,923
-	-	-	-	4,912
-	-	-	-	167,483
<u>\$ 1,424,349</u>	<u>\$ 3,091,795</u>	<u>\$ 6,269,141</u>	<u>\$ 2,568,723</u>	<u>\$ 25,508,458</u>
\$ 153,336	\$ 1,422,023	\$ 1,212	\$ 113,393	\$ 2,658,822
-	-	-	-	961,395
-	-	-	-	825,446
-	-	-	27,528	97,553
1,271,013	-	2,444,964	-	4,140,092
<u>1,424,349</u>	<u>1,422,023</u>	<u>2,446,176</u>	<u>140,921</u>	<u>8,683,308</u>
-	-	-	45,000	1,270,412
-	-	-	-	172,395
-	-	-	241,703	241,703
-	-	-	-	21,556
-	-	-	288,300	430,600
-	-	-	-	4,355,489
-	-	-	1,852,799	4,840,258
-	1,669,772	3,822,965	-	5,492,737
<u>-</u>	<u>1,669,772</u>	<u>3,822,965</u>	<u>2,427,802</u>	<u>16,825,150</u>
<u>\$ 1,424,349</u>	<u>\$ 3,091,795</u>	<u>\$ 6,269,141</u>	<u>\$ 2,568,723</u>	<u>\$ 25,508,458</u>

See accompanying notes to basic financial statements.

CITY OF WYOMING, MICHIGAN
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
GOVERNMENTAL FUNDS
June 30, 2005

		Total Governmental Funds
<hr/>		
Total fund balances for governmental funds (Refer to page 19)		\$ 16,825,150
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources, and therefore are not reported in the governmental funds. Those assets consist of:		
Capital assets	\$ 162,849,248	
Less: accumulated depreciation	<u>(56,066,813)</u>	
Net capital assets		106,782,435
Internal service funds are used by the City to charge the cost of certain activities to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. Internal service funds net assets are:		
Motor Pool	8,568,536	
Insurance	<u>4,517,751</u>	
Total internal service funds net assets		13,086,287
Some of the City's special assessments and accounts receivable will not be collected soon enough after year-end to be available to pay for the current period's expenditures, and therefore are reported as deferred revenue in the funds:		
Special assessments	2,444,964	
Accounts receivable	<u>1,271,013</u>	
Total deferred revenues		3,715,977
Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and therefore are not reported in the governmental funds. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities--both current and long-term--are reported in the statement of net assets.		
Accrued interest on long-term debt	(248,910)	
Bonds and notes payable	(32,108,653)	
Compensated absences	(3,462,999)	
Deferred bond premium	(1,040,744)	
Deferred bond costs and gain on refunding	1,172,539	
Less: accumulated amortization	<u>(81,810)</u>	
Total long-term liabilities		<u>(35,770,577)</u>
Net assets of governmental activities		<u>\$ 104,639,272</u>

See accompanying notes to basic financial statements.

CITY OF WYOMING, MICHIGAN
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended June 30, 2005

	General	Major Street	Local Street	Parks and Recreation
Revenues:				
Taxes	\$ 10,263,019	\$ -	\$ -	\$ 2,969,969
Licenses and permits	654,660	267,922	29,376	-
Intergovernmental	7,227,465	3,541,070	1,110,645	186,829
Fees and service charges	2,728,472	62,762	41,841	199,173
Fines and forfeitures	1,890,335	-	-	-
Special assessments	-	-	-	-
Building rental	131,333	-	-	7,690
Investment earnings	329,116	25,454	41,648	54,197
Donations	20,613	-	-	200
Storm sewer cost share	-	-	-	-
Loan repayments	-	-	-	-
Miscellaneous	72,404	38,547	11,129	183,711
Total revenues	23,317,417	3,935,755	1,234,639	3,601,769
Expenditures:				
Current:				
Legislative	104,304	-	-	-
Judicial	1,770,363	-	-	-
General government	5,981,939	-	-	-
Public safety	18,616,032	-	-	-
Public works	735,425	2,873,939	1,653,832	-
Health and welfare	-	-	-	63,235
Recreation and culture	202,490	-	-	3,450,049
Miscellaneous	221,567	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal agent fees	-	-	-	-
Bond issuance costs	-	-	-	-
Total expenditures	27,632,120	2,873,939	1,653,832	3,513,284
Excess (deficiency) of revenues over (under) expenditures	(4,314,703)	1,061,816	(419,193)	88,485
Other financing sources (uses):				
Bonds issued	-	-	-	-
Premiums on bonds issued	-	-	-	-
Payments to escrow	-	-	-	-
Proceeds from sale of capital assets	80,000	-	-	-
Transfers in	4,074,172	-	794,800	-
Transfers out	-	(794,800)	-	-
Total other financing sources (uses)	4,154,172	(794,800)	794,800	-
Net change in fund balances	(160,531)	267,016	375,607	88,485
FUND BALANCES, beginning of year	4,995,570	1,303,915	1,316,709	717,840
FUND BALANCES, end of year	\$ 4,835,039	\$ 1,570,931	\$ 1,692,316	\$ 806,325

Community Development Block Grant	Capital Improvement	Capital Projects Revolving	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 3,698,195	\$ -	\$ 5,444,760	\$ 22,375,943
-	-	-	1,170,873	2,122,831
1,320,093	-	-	-	13,386,102
-	-	-	110,125	3,142,373
-	-	-	24,672	1,915,007
-	-	676,728	-	676,728
-	-	-	1,622,940	1,761,963
-	117,353	217,033	125,952	910,753
-	-	-	8,025	28,838
-	336,016	-	-	336,016
85,871	-	-	-	85,871
128,551	85,897	-	127,247	647,486
<u>1,534,515</u>	<u>4,237,461</u>	<u>893,761</u>	<u>8,634,594</u>	<u>47,389,911</u>
-	-	-	-	104,304
-	-	-	-	1,770,363
-	-	-	-	5,981,939
-	-	-	1,176,383	19,792,415
-	-	-	495,017	5,758,213
1,159,999	-	-	-	1,223,234
374,516	-	-	344,546	4,371,601
-	-	-	-	221,567
-	4,855,696	-	12,000	4,867,696
-	-	-	2,404,414	2,404,414
-	-	-	1,712,320	1,712,320
-	-	-	221,591	221,591
<u>1,534,515</u>	<u>4,855,696</u>	<u>-</u>	<u>6,366,271</u>	<u>48,429,657</u>
<u>-</u>	<u>(618,235)</u>	<u>893,761</u>	<u>2,268,323</u>	<u>(1,039,746)</u>
-	-	-	13,070,000	13,070,000
-	-	-	1,040,744	1,040,744
-	-	-	(13,888,434)	(13,888,434)
-	1,125,241	-	-	1,205,241
-	-	-	1,904,440	6,773,412
-	(1,371,567)	(518,873)	(4,088,172)	(6,773,412)
-	(246,326)	(518,873)	(1,961,422)	1,427,551
-	(864,561)	374,888	306,901	387,805
-	2,534,333	3,448,077	2,120,901	16,437,345
<u>\$ -</u>	<u>\$ 1,669,772</u>	<u>\$ 3,822,965</u>	<u>\$ 2,427,802</u>	<u>\$ 16,825,150</u>

See accompanying notes to basic financial statements.

CITY OF WYOMING, MICHIGAN
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
Year Ended June 30, 2005

	Total Governmental Funds
Net change in fund balances - total governmental funds (Refer to page 23)	\$ 387,805

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Expenditures for capital assets	\$ 5,402,640	
Less: current year depreciation expense	(3,990,052)	
Net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations)	<u>(5,072)</u>	
Net effect of these differences in the treatment of capital outlays		1,407,516

Internal service funds are used by the City to charge the cost of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities. Internal service funds net revenue (expense) are:

Motor Pool	(316,998)	
Insurance	<u>1,718,277</u>	
Total internal service funds net revenue		1,401,279

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. Some of the City's special assessments and accounts receivables will be collected after year end, but are not available soon enough to pay for the current period's expenditures, and are therefore reported as deferred revenue in the funds:

Special assessments	193,974	
Accounts receivable	<u>173,385</u>	
Total deferred revenues		367,359

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

Accrued interest on long-term debt	52,555	
Compensated absences	153,320	
Debt issued	(13,070,000)	
Debt refunded	13,270,000	
Principal payments	2,404,414	
Premium on bonds	(1,040,744)	
Deferred gain on refunding	618,434	
Bond discount	221,591	
Less: current year amortization	<u>(201,422)</u>	
Net effect of these differences in the treatment of long-term debt		<u>2,408,148</u>

Change in net assets of governmental activities	<u>\$ 5,972,107</u>
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See accompanying notes to basic financial statements.

CITY OF WYOMING, MICHIGAN
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2005

	Business-Type Activities:			Governmental
	Enterprise Funds			Activities:
	Water Fund	Sewer Fund	Total	Internal Service Funds
<u>Assets</u>				
Current assets:				
Cash and cash equivalents (Note D)	\$ 1,259,153	\$ 9,439	\$ 1,268,592	\$ 1,140,194
Investments (Note D)	11,507,630	-	11,507,630	7,323,323
Accounts receivable	2,107,321	1,269,596	3,376,917	-
Accrued interest receivable	88,067	660	88,727	56,045
Due from other governmental units	8,688,055	442,520	9,130,575	2,508
Inventory	113,826	30,623	144,449	36,903
Prepaid items	-	-	-	239,469
 Total current assets	 23,764,052	 1,752,838	 25,516,890	 8,798,442
Long-term assets:				
Deposits in other funds	337,013	410,780	747,793	-
 Restricted assets:				
Revenue bond reserve:				
Cash and cash equivalents (Note D)	154,585	96,648	251,233	-
Investments (Note D)	1,412,775	883,286	2,296,061	-
Accrued interest receivable	10,812	6,760	17,572	-
Investments held for bond redemption (Note D)	25,411	25,089	50,500	-
Replacement reserve:				
Cash and cash equivalents (Note D)	136,760	787,227	923,987	212,687
Investments (Note D)	1,249,874	7,194,612	8,444,486	1,943,784
Accrued interest receivable	9,565	55,060	64,625	14,875
Construction reserve receivables	-	385	385	-
 Total restricted assets	 2,999,782	 9,049,067	 12,048,849	 2,171,346
 Capital assets (Note F):				
Property and equipment	118,220,424	85,302,351	203,522,775	15,763,587
Less accumulated depreciation	42,692,894	34,967,121	77,660,015	9,520,602
 Net capital assets	 75,527,530	 50,335,230	 125,862,760	 6,242,985
 Other assets:				
Unrealized loss on bond refunding	151,195	-	151,195	-
Bond issue costs and discounts	889,047	137,918	1,026,965	-
 Total other assets	 1,040,242	 923,866	 1,964,108	 -
 Total long-term assets	 79,904,567	 60,718,943	 140,623,510	 8,414,331
 Total assets	 103,668,619	 62,471,781	 166,140,400	 17,212,773

	Business-Type Activities:			Governmental
	Enterprise Funds			Activities:
	Water	Sewer	Total	Internal Service
	Fund	Fund		Funds
<u>Liabilities</u>				
Current liabilities:				
Accounts payable	\$ 947,515	\$ 1,158,277	\$ 2,105,792	\$ 942,888
Checks issued in advance of deposits	-	1,491,913	1,491,913	-
Accrued interest payable	171,040	78,530	249,570	710
Other current liabilities	-	-	-	125,000
Customer deposits	66,550	4,400	70,950	-
Current portion (Note G):				
Bonds, notes and contracts payable	1,707,937	691,737	2,399,674	199,750
Compensated absences, workers' compensation and death benefits	82,885	58,055	140,940	237,152
Total current liabilities	2,975,927	3,482,912	6,458,839	1,505,500
Long-term liabilities				
(net of current portion) (Note G):				
Bonds, notes and contracts payable	21,984,303	11,292,378	33,276,681	-
Compensated absences, workers' compensation and death benefits	559,907	454,242	1,014,149	1,668,269
Total long-term liabilities	22,544,210	11,746,620	34,290,830	1,668,269
Total liabilities	25,520,137	15,229,532	40,749,669	3,173,769

<u>Net Assets</u>				
Invested in capital assets, net of related debt	52,875,532	39,274,981	92,150,513	6,043,235
Restricted for:				
Debt service	1,113,086	986,694	2,099,780	-
Water contracts	100,000	-	100,000	-
Asset acquisition	-	-	-	-
Unrestricted	24,059,864	6,980,574	31,040,438	7,995,769
Total net assets	\$ 78,148,482	\$ 47,242,249	125,390,731	\$ 14,039,004

Some amounts reported for business-type activities in the statement of net assets are different because certain internal service fund assets are included with business-type activities.

319,497

Net assets of business-type activities \$ 125,710,228

See accompanying notes to basic financial statements.

CITY OF WYOMING, MICHIGAN
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
Year Ended June 30, 2005

	Business-Type Activities: Enterprise Funds			Governmental Activities: Internal Service Funds
	Water Fund	Sewer Fund	Total	
Operating revenues:				
Charges for services	\$ 15,089,278	\$ 10,546,816	\$ 25,636,094	\$ 12,705
Equipment rentals	-	-	-	2,702,860
Building rentals	-	-	-	285,540
Premiums	-	-	-	9,683,890
Total operating revenues	15,089,278	10,546,816	25,636,094	12,684,995
Operating expenses:				
Administrative and general	962,116	1,111,351	2,073,467	858,170
Accounting and collection	383,346	-	383,346	-
Pumping and treatment	4,712,098	5,597,555	10,309,653	-
Transmission and distribution	3,372,271	914,528	4,286,799	-
Equipment and building operations	-	-	-	2,100,837
Depreciation	2,650,481	2,335,556	4,986,037	1,127,743
Insurance claims and premiums	-	-	-	7,273,101
Total operating expenses	12,080,312	9,958,990	22,039,302	11,359,851
Operating income	3,008,966	587,826	3,596,792	1,325,144
Nonoperating revenues:				
Investment earnings	513,333	314,266	827,599	290,764
Property lease income	71,330	-	71,330	-
Gain on disposal of capital assets	323,163	-	323,163	121,010
Miscellaneous income	178,293	76,020	254,313	257
Total nonoperating revenues	1,086,119	390,286	1,476,405	412,031
Nonoperating expenses:				
Interest	1,168,166	611,696	1,779,862	143,488
Ottawa County payment	1,748,800	-	1,748,800	-
Amortization and paying agent	109,160	18,635	127,795	-
Total nonoperating expenses	3,026,126	630,331	3,656,457	143,488
Income before capital contributions	1,068,959	347,781	1,416,740	1,593,687
Capital contributions	932,711	51,350	984,061	24,000
Change in net assets	2,001,670	399,131	2,400,801	1,617,687
Net assets, beginning of year	76,146,812	46,843,118		12,421,317
Net assets, end of year	\$ 78,148,482	\$ 47,242,249		\$ 14,039,004

Some amounts reported for business-type activities in the statement of activities are different because the net revenue of certain internal services is reported with business-type activities.

330,981

Change in net assets of business-type activities \$ 2,731,782

See accompanying notes to basic financial statements.

CITY OF WYOMING, MICHIGAN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended June 30, 2005

	Business-Type Activities: Enterprise Funds			Governmental Activities: Internal Service Funds
	Water Fund	Sewer Fund	Total	
Cash flows from operating activities:				
Receipts from customers	\$ 14,608,477	\$ 10,639,389	\$ 25,247,866	\$ 12,684,456
Payment to suppliers	(3,737,530)	(2,842,290)	(6,579,820)	(8,605,042)
Payment to employees	(3,224,442)	(2,389,174)	(5,613,616)	(816,671)
Payments to internal service funds and administrative fees	(2,526,970)	(2,098,852)	(4,625,822)	(993,783)
Other receipts	249,623	76,020	325,643	4,494
Net cash provided by operating activities	5,369,158	3,385,093	8,754,251	2,273,454
Cash flows for capital and related financing activities:				
Acquisition of capital assets	(2,531,608)	(4,733,037)	(7,264,645)	(408,356)
Proceeds from bonds payable	6,979,198	5,777,579	12,756,777	-
Principal payments on bonds, notes and contracts payable	(8,512,119)	(6,428,467)	(14,940,586)	(199,750)
Payment to Ottawa County	(1,748,800)	-	(1,748,800)	-
Interest paid	(1,144,116)	(594,876)	(1,738,992)	(144,120)
Contributed capital	932,711	51,350	984,061	24,000
Proceeds from sale of capital assets	323,163	-	323,163	121,010
Net cash used by capital and related financing activities	(5,701,571)	(5,927,451)	(11,629,022)	(607,216)
Cash flows from (for) investing activities:				
Investment earnings	531,716	343,154	874,870	287,464
Purchase of investments	(169,786)	1,996,778	1,826,992	(1,792,265)
Net cash provided (used) by investing activities	361,930	2,339,932	2,701,862	(1,504,801)
Net increase (decrease) in cash and equivalents	29,517	(202,426)	(172,909)	161,437
CASH AND EQUIVALENTS, beginning of year	1,520,981	1,095,740	2,616,721	1,191,445
CASH AND EQUIVALENTS, end of year	\$ 1,550,498	\$ 893,314	\$ 2,443,812	\$ 1,352,882

Noncash Investing Activities

Change in fair value of investments	\$ (169,786)	\$ 1,996,778	\$ 1,826,992	\$ 1,792,265
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	Business-Type Activities: Enterprise Funds			Governmental Activities: Internal Service Funds
	Water Fund	Sewer Fund	Total	
Reconciliation of operating income to net cash provided by operating activities:				
Operating income	\$ 3,008,966	\$ 587,826	\$ 3,596,792	\$ 1,325,144
Adjustments to reconcile operating income to net cash from operating activities:				
Depreciation and amortization	2,650,481	2,335,556	4,986,037	1,127,743
Property lease income	71,330	-	71,330	-
Miscellaneous cash received	178,293	76,020	254,313	257
Changes in operating assets and liabilities:				
Accounts receivable	1,206	39,329	40,535	-
Due from other governmental units	(113,801)	51,967	(61,834)	(2,534)
Inventory	5,912	(3,553)	2,359	(66)
Prepaid items	-	-	-	(35,929)
Accounts payable	(101,886)	288,928	187,042	485
Customer deposits	(368,206)	1,277	(366,929)	-
Compensated absences, death benefits, and worker's compensation	36,863	7,743	44,606	(141,646)
Net cash provided by operating activities	<u>\$ 5,369,158</u>	<u>\$ 3,385,093</u>	<u>\$ 8,754,251</u>	<u>\$ 2,273,454</u>

See accompanying notes to basic financial statements.

CITY OF WYOMING, MICHIGAN
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
June 30, 2005

	<u>Agency Fund</u>	<u>Trust Fund</u>
	<u>Tax Collection</u>	<u>Pension</u>
<u>Assets</u>		
Cash and cash equivalents (Note D)	\$ 96,189	\$ 5,971,438
Investments: (Note D)		
Certificates of deposit	-	323,856
U.S. Government obligations	-	8,970,207
Municipal bonds	-	531,855
Domestic corporate bonds	-	29,670,220
Domestic stocks	-	49,194,978
Preferred stocks	-	4,869,091
Foreign stocks	-	424,278
Foreign bonds	-	593,340
Foreign preferred stocks	-	156,600
Mutual funds	-	1,773,016
International stock mutual funds	-	18,868,398
Receivables:		
Accrued interest	-	569,562
Unsettled trades	-	197,251
Taxes	1,988,729	-
Total assets	\$ 2,084,918	122,114,090

<u>Liabilities</u>		
Liability under securities lending (Note K)	\$ -	6,572,734
Accounts payable	-	245,097
Due to other governmental units	2,084,918	-
Total liabilities	\$ 2,084,918	6,817,831

<u>Net Assets</u>	
Held in trust for pension benefits	\$ 115,296,259

See accompanying notes to basic financial statements.

CITY OF WYOMING, MICHIGAN
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
Year Ended June 30, 2005

	<u>Pension</u>
Additions:	
Contributions:	
Employer	\$ 3,314,600
Employee	<u>68,651</u>
Total contributions	<u>3,383,251</u>
Investment income:	
Net appreciation in fair value of investments	5,574,638
Interest	3,708,316
Other	<u>59,756</u>
Total income from investing activities	9,342,710
Less investment expense	<u>494,590</u>
Net income from investing activities	<u>8,848,120</u>
Securities lending income	161,968
Securities lending expense	<u>(150,960)</u>
Net income from securities lending	<u>11,008</u>
Total additions	<u>12,242,379</u>
Deductions:	
Benefits	4,746,097
Health care premium subsidies	1,468,685
Administrative expense	<u>46,861</u>
Total deductions	<u>6,261,643</u>
Change in net assets	5,980,736
Net assets held in trust for pension benefits:	
Beginning of year	<u>109,315,523</u>
End of year	<u>\$ 115,296,259</u>

See accompanying notes to basic financial statements.

**CITY OF WYOMING, MICHIGAN
COMBINING STATEMENT OF NET ASSETS
COMPONENT UNITS**

June 30, 2005 (March 31, 2005 for Wyoming Housing Commission)

	March 31, 2005	June 30, 2005				
	Wyoming Housing Commission	62A District Court	Wyoming Downtown Development Authority	Economic Development Corporation	Brownfield Redevelopment Authority	Total
<u>Assets</u>						
Cash and cash equivalents						
(Note D)	\$ 543,094	\$ 274,546	\$ 203,303	\$ 80,869	\$ 9,170	\$ 1,110,982
Investments	-	-	-	-	-	-
Accounts receivable	12,498	-	20	-	-	12,518
Due from other governmental units	48,617	-	-	-	-	48,617
Inventories	450	-	-	-	-	450
Prepaid expenses	11,998	-	-	-	-	11,998
Restricted assets:						
Cash and cash equivalents						
(Note D)	-	-	2,331	-	-	2,331
Capital assets, (Note F)	8,719,786	-	44,958	-	-	8,764,744
Less accumulated depreciation	(4,386,409)	-	-	-	-	(4,386,409)
Total assets	4,950,034	274,546	250,612	80,869	9,170	5,565,231
<u>Liabilities</u>						
Accounts payable	9,487	-	14,632	-	-	24,119
Accrued liabilities	9,044	-	-	-	-	9,044
Due to other governmental units	124,840	274,546	-	-	-	399,386
Due to primary government						
(Note E)	95,272	-	-	-	-	95,272
Deposits	39,841	-	-	-	-	39,841
Unearned revenue	1,574	-	-	-	-	1,574
Noncurrent liabilities (Note G):						
Due within one year	6,464	-	32,409	-	-	38,873
Due in more than one year	58,180	-	174,561	-	-	232,741
Total liabilities	344,702	274,546	221,602	-	-	840,850
<u>Net assets</u>						
Invested in capital assets, net of related debt	4,333,377	-	-	-	-	4,333,377
Unrestricted	271,955	-	29,010	80,869	9,170	391,004
Total net assets	\$ 4,605,332	\$ -	\$ 29,010	\$ 80,869	\$ 9,170	\$ 4,724,381

See accompanying notes to basic financial statements.

CITY OF WYOMING, MICHIGAN
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS

Year Ended June 30, 2005 (March 31, 2005 for Wyoming Housing Commission)

		Program Revenues		
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Wyoming Housing Commission				
Health and welfare	\$ 7,301,215	\$ 445,918	\$ 6,917,173	\$ -
62A District Court				
Judicial	3,431,736	3,431,736	-	-
Wyoming Downtown Development Authority				
Health and welfare	183,899	-	-	-
Economic Development Corporation				
Health and welfare	18,225	-	-	-
Brownfield Redevelopment Authority				
Health and welfare	<u>436</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total component units	<u>\$ 10,935,511</u>	<u>\$ 3,877,654</u>	<u>\$ 6,917,173</u>	<u>\$ -</u>

General revenues:

Property taxes

Unrestricted investment earnings

Miscellaneous

Transfers

Total general revenues and transfers

Change in net assets

Net assets, beginning of year

Net assets, end of year

Net (Expense) Revenue and Changes in Net Assets					
Wyoming Housing Commission	62A District Court	Wyoming Downtown Development Authority	Economic Development Corporation	Brownfield Redevelopment Authority	Total
\$ 61,876					\$ 61,876
	\$ -				-
		\$ (183,899)			(183,899)
			\$ (18,225)		(18,225)
				\$ (436)	(436)
					(140,684)
-	-	190,121	-	5,632	195,753
6,804	-	4,006	1,000	87	11,897
72,727	-	259	-	-	72,986
-	-	-	(900)	900	-
79,531	-	194,386	100	6,619	280,636
141,407	-	10,487	(18,125)	6,183	139,952
4,463,925	-	18,523	98,994	2,987	4,584,429
\$ 4,605,332	\$ -	\$ 29,010	\$ 80,869	\$ 9,170	\$ 4,724,381

See accompanying notes to basic financial statements.

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS

NOTE A – DESCRIPTION OF THE CITY

The City of Wyoming, Michigan was incorporated in 1959. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, sanitation, culture and recreation, public improvements, planning and zoning, and general administrative services.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Reporting Entity

As required by generally accepted accounting principles, the financial statements of the reporting entity include those of the City of Wyoming (the primary government) and its component units for which the City is considered to be financially accountable. The component units discussed below are included in the City's reporting entity because of the significance of their operational or financial relationships with the City.

1. Blended Component Unit

The Building Authority is a legally separate entity created by the City. The Building Authority uses the proceeds of its tax-exempt bonds to finance the construction of general capital assets for the City. The bonds are secured by a lease agreement with the City and will be retired through lease payments from the City.

2. Discretely Presented Component Units

The component units' column in the statements of net assets and activities includes the financial data of the City's five other component units. These are reported in a separate column to emphasize that they are legally separate from the City.

Economic Development Corporation – The Economic Development Corporation (EDC) was established pursuant to the provisions of Public Act 338 of 1974, as amended, and is governed by a nine member Board of Directors appointed by the City. The City has financial accountability for the EDC as the City has authority to approve all EDC projects.

Brownfield Redevelopment Authority – The Brownfield Redevelopment Authority was established pursuant to Public Act 381 of 1996 and is governed by the Economic Development Board of Directors. Upon completion of its purpose, the Authority may be dissolved by resolution of the City Council.

Wyoming Downtown Development Authority

The Wyoming Downtown Development Authority, was established pursuant to Public Act 197 of 1995, as amended, and is governed by a nine member Board of Directors appointed by the Mayor, subject to approval of the City Council. Upon completion of its purposes, the Authority may be dissolved by resolution of the City Council.

Wyoming Housing Commission – The Wyoming Housing Commission, which was established pursuant to Public Act 18 of 1933, as amended, consists of five members who are appointed by the City. Because the City may remove commission members, it has financial accountability for the Wyoming Housing Commission.

District Court of Wyoming – The District Court accounts for the collection and payment to the State of Michigan, Kent County, and the City of Wyoming, of fines and fees collected on their behalf. Bond and other trust money held by the Court are also accounted for. The City is financially accountable for the District Court. The District Court does not issue separate financial statements.

Complete financial statements of the individual component units can be obtained from the respective administrative offices or from the City's office.

City of Wyoming
Economic Development Corporation
1155 28th Street, SW
Wyoming, Michigan 49509

City of Wyoming
Brownfield Redevelopment Authority
1155 28th Street, SW
Wyoming, Michigan 49509

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

City of Wyoming
Wyoming Downtown Development Authority
1155 28th Street, SW
Wyoming, Michigan 49509

Wyoming Housing Commission
2450 36th Street, SW
Wyoming, Michigan 49509

City of Wyoming
District Court 62A
1155 28th Street, SW
Wyoming, Michigan 49509

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent, on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items properly not included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial

statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements (except for the agency fund which does not have a measurement focus). Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Agency funds are custodial in nature and do not present results of operations or have a measurement focus.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Governmental fund expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgements, are recorded only when payment is due.

On the governmental funds statements, property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

- The *general fund* is the government's primary operating fund. It accounts for all the resources traditionally associated with governments which are not required to be accounted for in another fund.
- The *major street fund* accounts for the maintenance of all major streets and trunklines. Financing is provided by special revenues from provisions of Act 51 of 1951 as amended.
- The *local street fund* accounts for the maintenance of all local streets. Financing is provided by special revenues from provisions of Act 51 of 1951 as amended.
- The *parks and recreation fund* accounts for the operation and maintenance of the parks and recreational facilities. This fund is financed by a special tax levy.
- The *community development block grant fund* accounts for the improvement, rehabilitation and preservation of public facilities in target areas as well as at the issuance and repayment of rehabilitation loans. Financing is provided by Community Development Block Grants and program income.
- The *capital improvement fund* accounts for major capital expenditures not financed by Enterprise Funds or Internal Service Funds.
- The *capital projects revolving fund* accounts for money advanced and received from special assessments on benefited property for improvement projects not funded by the issuance of bonds.

The City reports the following major proprietary funds:

- The *water fund* accounts for the operation and maintenance of the water supply system, capital additions and retirement of revenue bonds. Financing is provided by user charges and contributions by other funds, municipalities and customers.
- The *sewer fund* accounts for the operation and maintenance of the sewage disposal system, capital additions and improvements and retirement of revenue bonds. Financing is provided by user charges and contributions by other funds, municipalities and customers.

Additionally, the City reports the following fund types:

- *Internal service funds* are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units on a cost reimbursement basis.
 1. The *motor pool fund* accounts for the procurement and maintenance of City equipment and vehicles. Revenues are provided through vehicle and equipment rental charges to other funds.
 2. The *insurance fund* accounts for payment of approved insurance claims, public liability, life insurance, workers' compensation, etc. The City is self-insured and finances its insurance payments through budgeted transfers from other funds.
- The *agency fund* accounts for the collection and payment to Kent County, various school districts, and other taxing authorities of property taxes collected by the City on their behalf.
- The *pension trust fund* accounts for the accumulation of resources to be used for retirement annuity payments at appropriate amounts and times in the future. Resources are contributed by the City at amounts determined by an annual actuarial study.

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's water and sewer function and various other functions of the government. Elimination of these charges would distort costs and program revenues reported for the various functions concerned.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water and sewer funds and of the government's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

Budgets and Budgetary Accounting

The City follows these procedures in establishing the budgetary data reflected in the supplementary information:

- During the first week of April, the City Manager submits to the City Council a

proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.

- Public hearings are conducted by the City Council to obtain taxpayer comments.
- No later than the second week of May, the budget is legally enacted through passage of a Council resolution.
- Formal budgetary integration is employed as a management control device during the year for all governmental funds except the Capital Projects Revolving Fund.
- Budgets are adopted on a modified accrual basis consistent with generally accepted accounting principles.
- Budgetary control over expenditures is maintained on an activity level basis by department, which is the legal level of control for all funds. Administrative control is maintained through the establishment of more detailed line-item budgets.
- Budgets are adopted by the City Council at the activity level. The City Manager has the authority to transfer necessary amounts between activities within the same department of any fund and make any adjustments which do not affect the ending fund balance. Transfers between departments must be approved by the City Council.
- Supplemental appropriations for additional expenditures, which require an appropriation of available fund balance, must be approved by the City Council.
- Budgeted amounts are as originally adopted or as amended by the City Council during the year.
- Appropriations for operations lapse at year-end. Appropriations for continuing projects are incorporated in the budget of the ensuing year. The City reserves fund balances for these items.

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

Assets, Liabilities, and Net Assets or Equity

1. Cash and Cash Equivalents

The City considers cash on hand and demand deposits, restricted cash deposits, and short-term investments with maturities of three months or less when purchased to be cash for the statement of cash flows.

2. Investments

Investments are reported at fair value, except that commercial paper and U.S. Treasury and Agency obligations with a remaining maturity at the time of purchase of one year or less are shown at amortized cost.

3. Due From Other Governmental Units

Amounts due from units include amounts due from grantors for specific programs and capital projects. Program grants and capital grants for capital assets are recorded as receivables and revenues at the time reimbursable project costs are incurred. Revenues received in advance of project costs being incurred are deferred.

4. Inventories and Prepaid Items

Inventories are accounted for using the consumption method and are valued at cost (first-in, first-out).

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

5. Restricted Assets

Proprietary Funds, because of certain bond covenants, are required to establish and maintain prescribed amounts of resources (consisting of cash and temporary investments) that can be used only to service outstanding debt.

6. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, storm sewers, etc.) are reported in the applicable governmental or business-type

activities columns of the government-wide financial statements. Capital assets are defined by the City as tangible property having a useful life in excess of three years and whose cost exceeds \$1,500.

All capital assets are valued at historical cost or estimated historical cost where actual cost information is not available (i.e., infrastructure assets purchased or constructed prior to July 1, 2001). Infrastructure assets have been included in the current year acquisitions. Donated capital assets are recorded at their fair value on the date donated.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially increase asset lives are not capitalized. Major outlays for capital assets are capitalized as projects are constructed.

Depreciation of all exhaustible capital assets used by the City is charged as an expense against its various functions. Depreciation is computed using the straight-line method over the estimated useful lives of the related assets as follows:

	Years
Infrastructure	40-66
Water and sewer mains	66
Buildings, water reservoir tanks	40
Treatment plants	20
Pumping equipment	10-40
Other machinery and equipment	3-10

7. Other Assets

The City is amortizing the unrealized losses on bond refinancing as a component of interest expense in a systematic and rational manner over the remaining life of the new debt. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method.

8. Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt, notes, and other obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund types statements of net assets.

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

In the fund financial statements, governmental fund types recognize bond premiums and discounts as well as issuance costs during the current period. The face amount of newly issued debt is reported as other financing sources. Premiums and discounts are reported as other financing sources (uses) while issuance costs are reported as expenditures.

9. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition or construction of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors, laws or regulations from other governments.

Revenues, Expenditures and Expenses

1. Property Taxes

The City bills and collects its own property taxes. City property taxes attach as an enforceable lien on property as of July 1. Taxes are levied on July 1 and are due without penalty on or before August 31. Uncollected real property taxes as of

March 1 are turned over by the City to Kent County for collection. The County advances the City 100% of these delinquent taxes. Collection of delinquent personal property taxes as of March 1 remains the responsibility of the City Treasurer. Since all City property taxes levied are current receivables, tax revenues are recognized when levied.

The City also acts as the billing and collection agent for Kent County, the State of Michigan and the school districts within the City limits. Portions of the school district taxes are billed with the City taxes on the July 1 levy.

The remainder of the school district taxes and all Kent County taxes are billed on December 1 and are due without penalty on February 14. Taxes collected on behalf of the school districts and the County are accounted for in designated agency funds. Uncollected school district and County real property taxes as of March 1 are also turned over to Kent County for collection. The County advances payment for these taxes directly to the school districts.

The state taxable value of real and personal property, excluding \$125,281,731 under the Industrial Facilities and Commercial Facilities Tax Act, located in the City at December 31, 2004 totaled \$1,903,698,717. The tax levy for the year was based on the following rates:

	Millage Rate Used	Authorized Millage Rate by Either State Law or City Charter
General operating	4.6695	5.00
Fire	0.7500	0.75
Police	1.2500	1.25
Parks and Recreation	1.5000	1.50
Sidewalk Snow Removal	0.1600	0.20
Yard Waste Disposal	0.1700	3.00
Library	0.1000	0.39
Debt Service	0.3200	As required for Debt Service
Street, Sewer, and Water Improvements	1.8678	2.00

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

2. Internal Balances

During the course of normal operations the City has numerous transactions between funds, including expenditures and transfers of resources to provide services and construct assets.

Charges for insurance and equipment rental to various City departments and funds are recognized as operating revenue by the Internal Service Funds. The various funds record these payments as expenditures/expenses.

The General Fund provides administrative services to the Proprietary Funds, Internal Service Funds, Inspections Fund, and the Major and Local Street Funds. In the fund financial statements, the amounts charged for these services are recognized as revenue by the General Fund and as expenditures or expenses by the funds receiving the services. In the government-wide financial statements, the amounts received for these services are eliminated.

The Proprietary Funds supply water and sewage disposal to the General Fund. Amounts charged are recorded as operating revenues and expenditures, respectively.

3. Compensated Absences

City employees are granted vacation and sick leave in varying amounts based on length of service. General employees and firemen can accumulate three years' entitlement of vacation days, and police are allowed an unlimited accumulation of vacation. Upon termination, employees are paid for unused vacation at their current rates. Sick leave is accumulated at the rate of one day per month of employment. Unused sick leave accumulates from year to year to an unlimited amount. Upon termination,

employees are paid for their accumulated sick leave at their current rates according to the following schedule:

General employees	= 1 day for every 2 days accumulated with no limit when employed 5 years
Dispatchers and telephone operators	= 1 day for every 2 days accumulated with no limit when employed 10 years
Firefighters	= 1 day for every 2 days accumulated with no limit when employed 5 years
General and fire administrative	= 1 day for every 2 days accumulated with no limit
Police and police administrative	= 1 day for every 2 days accumulated with no limit when employed 10 years

It is the City's policy to recognize the cost of vacation pay and sick leave at the time the liability is incurred, including salary related payments. In the Governmental Funds financial statements only the matured liability for compensated absences is reported. The total liability is reported in the government-wide and proprietary fund financial statements.

NOTE C – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Expenditures in Excess of Appropriations

The following funds had expenditures in excess of appropriations for the year ended June 30, 2005:

Fund	Appropriations	Expenditures	Excess
Special Assessments Debt Service Fund	\$ 450,180	\$ 518,873	\$ 68,693
Major Streets Debt Service Fund	729,800	730,336	536
Local Streets Debt Service Fund	457,600	457,812	212
Building Authority Debt Service Fund	1,619,500	1,839,316	219,816

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

*Compliance with the Single Audit Act
Amendments of 1996*

Procedures performed to test compliance relating to federal assistance programs as required by the Single Audit Act Amendments of 1996 and related findings are detailed in a separate report. There were no significant findings or questioned costs included in that report.

NOTE D – CASH AND INVESTMENTS

Deposits

Statutes require that certificates of deposit, savings accounts, depository accounts and depository receipts are made with banks doing and having a place of business in the State of Michigan and who are also members of a federal or national insurance corporation.

Custodial Credit Risk Related to Deposits

Custodial credit risk for deposits is the risk that, in the event of a bank failure, the City's deposits might not be recovered. The City does not have a deposit policy for custodial credit risk. At June 30, 2005, the City's bank balance was \$18,645,429 of which \$17,184,176 was exposed to custodial credit risk since it was uninsured and uncollateralized.

Investments

Statutes authorize the City to invest in obligations of the U.S. Treasury, agencies and instrumentalities, commercial paper rated at the time of purchase within the two highest classifications established by not less than two standard rating services, bankers' acceptances of U.S. banks, United States government or federal agency obligation repurchase agreements, obligations of the State of Michigan or any of its political subdivisions rated as investment grade by not less than one standard rating service and mutual funds composed of the types of investment vehicles named previously. The Pension Trust Fund is also authorized to invest in accordance with Public Act 45 of 1996.

Interest Rate Risk

Interest Rate Risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City does not have an investment policy that limits maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. At June 30, 2005, the City had the following investments and maturities:

Investment Type	Fair Value	Maturity			
		Less Than 1 Year	1-5 Years	6-10 Years	More Than 10 Years
Mutual Funds	\$ 23,829,123	\$ 23,829,123	\$ -	\$ -	\$ -
Municipal Bonds	531,855	-	-	531,855	-
Corporate Bonds	23,971,188	4,398,730	14,183,417	2,326,946	3,062,095
Foreign Corporate Bonds	593,340	-	-	593,340	-
Negotiable CDs	9,116,725	6,205,939	2,024,565	886,221	-
Government Agencies	37,151,144	1,048,397	30,969,548	3,476,380	1,656,819
Total	<u>\$ 95,193,375</u>	<u>\$ 35,482,189</u>	<u>\$ 47,177,530</u>	<u>\$ 7,814,742</u>	<u>\$ 4,718,914</u>

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

Credit Risk

Credit Risk is the risk that an issuer or other counter-party to an investment will not fulfill its obligations. The City does not have an investment policy to mitigate credit risk. At June 30, 2005, the City had the following credit ratings:

Investment Type	Rating	Credit Exposure as a Percent of Total Investments
Mutual Funds	AAA	3.9%
Mutual Funds	Not Rated	21.1%
Municipal Bonds	AAA	0.6%
Corporate Bonds	Not Rated	1.6%
Corporate Bonds	A-	1.4%
Corporate Bonds	A	9.7%
Corporate Bonds	BB+	1.4%
Corporate Bonds	A+	3.3%
Corporate Bonds	BB+	1.4%
Corporate Bonds	AA-	2.1%
Corporate Bonds	BBB	1.7%
Corporate Bonds	AAA	0.3%
Corporate Bonds	BBB-	0.8%
Corporate Bonds	BBB+	1.5%
Foreign Corporate Bonds	B-	0.6%
Negotiable CDs	AAA	9.6%
Government Agencies	Not Rated	2.0%
Government Agencies	AAA	36.5%
Government Agencies	AA-	0.5%

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City does not have an investment policy that limits the amount that may be invested in any one issuer. The City minimizes concentration of credit risk by investing primarily in U.S. government guaranteed and pooled investments. Excluding U.S. government guaranteed, mutual fund and pooled investments, no single investment exceeded 5% of total investments at June 30, 2005.

Custodial Credit Risk

Custodial credit risk for investments is the risk that in the event of the failure of the counterparty

to a transaction, the City will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. At June 30, 2005, the City had no investments that were subject to custodial credit risk.

Foreign Currency Risk

Foreign Currency Risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. In general, the foreign currency exposure resulting from international investments is not hedged. This exposes the portfolio to foreign currency risk, which is not expected to harm or help the performance of the fund in a significant way over the long term. At June 30, 2005, the City of Wyoming had the following foreign investment:

Investment Type	Currency Denomination	Maturity	USD Amount
Corporate Bond	Netherlands	5/23/2013	\$ 593,340

Securities Lending Risk

As of June 30, 2005, the City of Wyoming Retirement System had the following securities lending investments:

Investment Type	Fair Value of Loaned Securities Collateralized by Cash Collateral	Cash Collateral
U.S. Corporate Fixed	\$ 473,642	\$ 483,000
U.S. Equities	5,928,591	6,089,729
Total	\$ 6,402,233	\$ 6,572,729

State statutes and board of trustees policies permit the City of Wyoming Retirement System to lend its securities to broker-dealers with a simultaneous agreement to return the collateral for the same securities in the future. During the year ended June 20, 2005, the Retirement System loaned common stock and corporate

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

bonds and received cash as collateral. All securities loan agreements can be terminated at the discretion of the agent. The agent is not liable for any loss or damage resulting from the lending transactions.

At year-end, the Retirement System had no credit risk exposure to borrowers since the amount the Retirement System owed the borrowers exceeded the amount the borrowers owed the Retirement System. In addition, the Retirement System had no custodial credit risk exposure since all collateral was invested in an investment pool.

NOTE E – INTERFUND RECEIVABLES AND PAYABLES

Receivables and payables between primary government and component units at June 30, 2005 are:

	Due From Component Unit	Due to Primary Government
General Fund	\$ 56,795	\$ -
Wyoming Housing Commission	-	95,272
Timing difference due to component unit with different fiscal year	-	(38,477)
	<u>\$ 56,795</u>	<u>\$ 56,795</u>

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

NOTE F – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2005 was as follows:

Primary Government

	Balance July 1, 2004	Additions	Retirements	Balance June 30, 2005
Governmental Activities				
Capital assets not depreciated:				
Land	\$ 3,998,690	\$ -	\$ -	\$ 3,998,690
Rights of way	9,355,185	-	-	9,355,185
Construction in process	3,200,113	3,167,149	1,880,560	4,486,702
Capital assets being depreciated:				
Infrastructure	98,845,932	2,944,026	-	101,789,958
Buildings	36,257,667	112,815	23,068	36,347,414
Improvements other than buildings	3,061,044	497,698	-	3,558,742
Equipment	8,089,866	599,161	549,086	8,139,941
Vehicles	11,350,327	372,678	786,802	10,936,203
Totals at historical cost	174,158,824	7,693,527	3,239,516	178,612,835
Less accumulated depreciation for:				
Infrastructure	39,147,874	2,014,919	3,064	41,159,729
Buildings	8,459,568	1,382,414	13,841	9,828,141
Improvements other than buildings	1,811,806	163,108	-	1,974,914
Equipment	5,498,477	680,047	546,202	5,632,322
Vehicles	6,899,754	877,306	784,751	6,992,309
Total accumulated depreciation	61,817,479	5,117,794	1,347,858	65,587,415
Governmental Activities - Net Capital Assets	\$ 112,341,345	\$ 2,575,733	\$ 1,891,658	\$ 113,025,420
Depreciation expense was charged to governmental functions as follows:				
Legislative				\$ 973
Judicial				31,775
General government				704,076
Public safety				897,302
Public works				2,044,967
Recreation and culture				310,959
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets				1,127,742
Total depreciation expense				\$ 5,117,794

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

	Balance July 1, 2004	Additions	Retirements	Balance June 30, 2005
Business-Type Activities				
Capital assets not depreciated:				
Land	\$ 2,136,773	\$ -	\$ 284,267	\$ 1,852,506
Construction in process	4,729,244	7,879,045	-	12,608,289
Capital assets being depreciated:				
Buildings	31,572,839	-	-	31,572,839
Improvements other than buildings	136,298,842	245,713	289,576	136,254,979
Equipment	21,155,347	122,063	74,340	21,203,070
Vehicles	23,034	8,058	-	31,092
Totals at historical cost	<u>195,916,079</u>	<u>8,254,879</u>	<u>648,183</u>	<u>203,522,775</u>
Less accumulated depreciation for:				
Buildings	15,061,443	1,474,810	-	16,536,253
Improvements other than buildings	42,445,397	2,698,050	289,576	44,853,871
Equipment	15,512,410	812,299	74,340	16,250,369
Vehicles	18,644	878	-	19,522
Total accumulated depreciation	<u>73,037,894</u>	<u>4,986,037</u>	<u>363,916</u>	<u>77,660,015</u>
Business-Type Activities - Net Capital Assets	<u><u>\$ 122,878,185</u></u>	<u><u>\$ 3,268,842</u></u>	<u><u>\$ 284,267</u></u>	<u><u>\$ 125,862,760</u></u>
Depreciation expense was charged to business-type functions as follows:				
Water				\$ 2,650,481
Sewer				<u>2,335,556</u>
Total depreciation expense				<u><u>\$ 4,986,037</u></u>

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

Component Units

	Balance Beginning of Year	Additions	Retirements	Balance End of Year
Wyoming Housing Commission				
Capital assets not depreciated:				
Land	\$ 609,714	\$ -	\$ -	\$ 609,714
Capital assets being depreciated:				
Buildings	6,699,252	-	-	6,699,252
Improvements other than buildings	694,905	255,531	-	950,436
Equipment	454,889	5,495	-	460,384
Totals at historical cost	8,458,760	261,026	-	8,719,786
Total accumulated depreciation	4,147,323	239,086	-	4,386,409
Wyoming Housing Commission - net capital assets	4,311,437	21,940	-	4,333,377
Wyoming Downtown Development Authority				
Capital assets not depreciated:				
Land	44,958	-	-	44,958
Capital Assets - Component Units	\$ 4,356,395	\$ 21,940	\$ -	\$ 4,378,335

NOTE G – LONG-TERM OBLIGATIONS

The following is a summary of individual issues comprising long-term obligations of the City at

June 30, 2005 and the changes therein for the year then ended.

Primary Government

	Interest Rates	Balances Beginning of Year	Additions	Deductions	Balances End of Year	Due Within One Year
Governmental Activities:						
General Obligation Bonds						
1996	5.00% - 5.50%	\$ 248,901	\$ -	\$ 36,070	\$ 212,831	\$ 39,679
1997	4.70% - 5.00%	354,278	-	44,655	309,623	44,657
1998	4.30% - 4.80%	509,888	-	48,689	461,199	50,990
General Obligation Library Bonds						
2000	5.25% - 5.375%	5,070,000	-	340,000	4,730,000	365,000

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

	Interest Rates	Balances Beginning of Year	Additions	Deductions	Balances End of Year	Due Within One Year
Michigan Transportation General Obligation Bonds						
1996	4.50% - 6.50%	\$ 2,340,000	\$ -	\$ 280,000	\$ 2,060,000	\$ 295,000
1997	4.65% - 5.00%	2,075,000	-	220,000	1,855,000	235,000
1998	4.30% - 4.75%	1,125,000	-	115,000	1,010,000	115,000
1999	4.80% - 4.85%	995,000	-	80,000	915,000	85,000
2001	4.125% - 5.15%	720,000	-	40,000	680,000	40,000
2002	3.00% - 4.65%	1,220,000	-	60,000	1,160,000	65,000
Special Assessment General Obligation Bonds						
1996	5.10% - 5.50%	280,000	-	50,000	230,000	45,000
1997	4.70% - 5.00%	545,000	-	80,000	465,000	75,000
1998	4.30% - 4.80%	1,000,000	-	115,000	885,000	115,000
2002	2.45% - 4.40%	1,045,000	-	80,000	965,000	85,000
2003	2.50% - 4.50%	570,000	-	45,000	525,000	45,000
Municipal Purchase Agreement						
2001	4.27%	399,500	-	199,750	199,750	199,750
Building Authority Bonds						
1997	4.75% - 4.80%	4,655,000	-	4,160,000	495,000	240,000
1998	4.40% - 4.45%	6,110,000	-	5,495,000	615,000	300,000
2000	5.375%	5,850,000	-	4,385,000	1,465,000	270,000
2005	3.50% - 5.00%	-	13,070,000	-	13,070,000	80,000
Compensated Absences		3,720,157	79,193	246,452	3,552,898	1,050,956
Workers Compensation Claims		1,943,229	253,133	380,840	1,815,522	225,095
Total Governmental Activities		\$ 40,775,953	\$ 13,402,326	\$ 16,501,456	\$ 37,676,823	\$ 4,066,127
Business-Type Activities:						
Contracts Payable:						
Kent County DPW, Wyoming Water Supply Refunding Bonds						
1993	5.45% - 7.15%	\$ 3,910,000	\$ -	\$ 715,000	\$ 3,195,000	\$ 750,000
Kent County DPW, Wyoming Water Supply Bonds						
1995	4.75% - 5.375%	5,745,000	-	5,390,000	355,000	355,000
Kent County DPW, Wyoming Water Supply Bonds						
2004	2.75% - 4.00%	-	5,305,000	-	5,305,000	55,000
Water Supply System Revenue Bonds						
1996	5.30% - 5.85%	600,000	-	575,000	25,000	25,000
1997	4.95% - 5.50%	735,000	-	645,000	90,000	45,000
1998	4.80% - 5.00%	975,000	-	845,000	130,000	65,000
1999	5.05% - 5.30%	465,000	-	25,000	440,000	30,000
2001	4.50% - 5.00%	7,450,000	-	260,000	7,190,000	275,000
2002	3.00% - 4.70%	3,785,000	-	-	3,785,000	25,000
2003	3.80% - 4.90%	995,000	-	40,000	955,000	40,000
2005	2.90% - 4.10%	-	2,070,000	-	2,070,000	25,000
Sewage Disposal System Revenue Bonds						
1996	4.95% - 5.65%	750,000	-	700,000	50,000	50,000
1997	5.00% - 5.25%	2,355,000	-	2,065,000	290,000	140,000
1998	4.50% - 5.00%	3,870,000	-	3,415,000	455,000	225,000
1999	4.95% - 5.30%	685,000	-	30,000	655,000	30,000
2002	3.00% - 4.60%	3,700,000	-	110,000	3,590,000	120,000
2003	3.50% - 4.90%	590,000	-	25,000	565,000	25,000
2005	3.50% - 5.00%	-	5,705,000	-	5,705,000	15,000
General Obligation Bonds Water Supply						
1996	5.00% - 5.50%	10,819	-	1,570	9,249	1,725
1997	4.65% - 5.00%	13,713	-	1,731	11,982	1,730
1998	4.30% - 4.80%	144,827	-	13,818	131,009	14,482

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

	Interest Rates	Balances Beginning of Year	Additions	Deductions	Balances End of Year	Due Within One Year
General Obligation Bonds Sewer Supply						
1996	5.00% - 5.50%	\$ 85,275	\$ -	\$ 12,360	\$ 72,915	\$ 13,595
1997	4.65% - 5.00%	227,008	-	28,614	198,394	28,614
1998	4.30% - 4.80%	445,299	-	42,493	402,806	44,528
Compensated Absences		1,110,484	68,529	23,924	1,155,089	140,940
Total Business-Type Activities		\$ 38,647,425	\$ 13,148,529	\$ 14,964,510	\$ 36,831,444	\$ 2,540,614
Component Units						
Wyoming Downtown Development Authority						
Promissory Note	5.625%	\$ 237,587	\$ -	\$ 30,617	\$ 206,970	\$ 32,409
Wyoming Housing Commission						
Note Payable - 2002	0.00%	5,702	-	5,702	-	-
Compensated Absences		49,961	14,683	-	64,644	6,464
Total Component Units		\$ 293,250	\$ 14,683	\$ 36,319	\$ 271,614	\$ 38,873

The General Obligation Bond Issues are backed by the full faith and credit of the City. Current debt service requirements are funded by City property tax revenues and are maintained in various Debt Service Funds. The Special Assessment Bonds are backed by the limited tax full faith and credit of the City. Debt service requirements are funded by special assessment levies. The Transportation Bonds are backed by the limited tax full faith and credit of the City. Debt service requirements are funded by transportation monies. The City pays the current debt service requirements on the bonds issued by the Wyoming Building Authority through lease payments to the Building Authority. The City has pledged its limited full faith and credit on these bonds. Also, for the governmental activities, compensated absences are generally liquidated by the general fund.

Recorded in the Enterprise Funds are general obligation contracts amounting to \$9,681,355 at June 30, 2005 for which the City's full faith

and credit is pledged. It is anticipated that the principal and interest on this debt will continue to be serviced by these funds. Revenue Bond Issues are collateralized by the capital assets constructed from bond proceeds. The City ordinance authorizing the issuance of revenue bonds requires that separate bank accounts be established and funded annually for bond and interest requirements and for a replacement and maintenance reserve. The required amounts have been set aside by the City and are reflected as restricted assets on the balance sheet.

The compensated absences liability attributable to governmental activities will be liquidated by the City's governmental and internal service funds.

The annual requirements to pay principal and interest on the long-term bonds, notes, and contracts outstanding at June 30, 2005 are as follows:

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

Fiscal Year Ending	Primary Government				Component Unit	
	Governmental Activities		Business-Type Activities			
	Principal	Interest	Principal	Interest	Principal	Interest
2006	\$ 2,790,076	\$ 1,482,311	\$ 2,399,674	\$ 1,536,724	\$ 32,409	\$ 10,968
2007	2,640,621	1,416,612	2,509,379	1,423,584	34,307	9,070
2008	2,744,524	1,293,884	2,620,476	1,314,084	36,297	7,080
2009	2,849,819	1,172,052	2,725,180	1,205,852	38,440	4,937
2010	2,951,406	1,044,262	2,118,593	1,115,307	40,691	2,686
2011-2015	12,056,957	3,272,773	11,493,053	4,241,642	24,826	477
2016-2020	6,275,000	796,399	8,505,000	1,843,450	-	-
2021-2023	-	-	3,305,000	290,756	-	-
	<u>\$ 32,308,403</u>	<u>\$ 10,478,293</u>	<u>\$ 35,676,355</u>	<u>\$ 12,971,399</u>	<u>\$ 206,970</u>	<u>\$ 35,218</u>

The City of Wyoming is a party to certain agreements relating to Economic Development First Mortgage Revenue Bonds issued by the Economic Development Corporation of the City of Wyoming. The City has also issued Industrial Development Revenue Bonds under the Michigan Industrial Development Revenue Bond Act of 1963. These bonds are secured by the assets constructed or purchased with the bond proceeds and are generally guaranteed by the recipient organization and its officers. These bonds are not a liability of the City. The promissory note issued by the Wyoming Downtown Development Authority was issued in anticipation of Tax Increment Revenues on taxable properties in the Development area. The City has not pledged its limited full faith and credit on this promissory note.

The legal debt margin for general obligation bonds as of June 30, 2005 is \$193,390,950.

Advance Refunding

In 2005, there were several advance refundings. In all cases the proceeds were used to purchase U.S. government securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments on the refunded debt. As a result the refunded bonds are considered to be defeased and the liabilities have been removed from long-term debt. The individual refundings are as follows:

Building Authority - In June 2005, the City of Wyoming Building Authority issued \$13,070,000 of refunding bonds to advance refund portions of the 1997, 1998 and 2000 Building Authority Bonds. This advance refunding was undertaken to reduce total debt service payments over the next 15 years by \$754,629, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$588,888.

Water Fund - In June 2005, the City of Wyoming issued \$2,070,000 of refunding bonds to advance refund portions of the 1996, 1997 and 1998 Water Supply System Revenue Bonds. This advance refunding was undertaken to reduce total debt service payments over the next 13 years by \$109,114, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$79,699.

Sewer Fund - In June 2005, the City of Wyoming issued \$5,705,000 of refunding bonds to advance refund portions of the 1996, 1997 and 1998 Sewage Disposal Revenue Bonds. This advance refunding was undertaken to reduce total debt service payments over the next 13 years by \$283,705, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$223,331.

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

In November 2004, the County of Kent issued \$5,305,000 of refunding bonds on behalf of the City of Wyoming to advance refund the 1995 Kent County DPW Wyoming Water Supply Bonds. This advance refunding was undertaken to reduce total debt service payments over the next 13 years by \$390,327, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$336,028.

NOTE H – PENSION TRUST FUND

Plan Description

All full-time employees of the City are covered by the City of Wyoming Retirement System, a single employer, and defined benefit public employees retirement system created and administered under Chapter 58 of the City Code. The system does not issue separate financial statements.

Employees who retire at or after age 60 (General), 50 (Police), or 55 (Fire) with 10 or more years of credited service (5 or more years for administrative employees) are entitled to annual retirement benefits, payable monthly for life, in an amount equal to 2.35% (Police and Administrative), 2.35% (General and Fire) and 2.25% (Police Dispatchers), of their final average salary times years of credited service. There is an annual post retirement increase for police command members at least 60 years of age who retire after July 1, 1992 and general administrative members equal to 40% of the average annual increase in the CPI. The increase is limited to 5% per year.

Post-retirement health insurance premiums: General members - \$10 per month times years of credited service, not to exceed 25 years, payable to age 60. After age 60, total premium amount for the lifetime of the retiree and spouse regardless of optional form of benefit selected. General Dispatchers and Telephone Operators - \$10 per month times years of credited service, not to exceed 25 years, payable to age 65. Police members (non-supervisory) - \$10 per month times years of credited service, not to exceed 30 years, payable to age 60. After age 60, total premium amount for the lifetime of the retiree and spouse regardless of optional form of retirement benefit selected. Police members

(command) - \$12 per month times years of credited service, not to exceed 30 years, payable to age 60. After age 60, total premium amount for the lifetime of the retiree and spouse regardless of optional form of retirement benefit selected. Fire members - \$10 per month times years of credited service, not to exceed 30 years, payable to age 60. After age 60, total premium amount for the lifetime of the retiree and spouse regardless of optional form of retirement benefit selected. Administrative members of all groups – total premium amount for the lifetime of the retiree and spouse regardless of optional form of retirement benefit selected.

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving benefits	300
Active plan participants	398
Total	<u>698</u>

* Includes both vested and non-vested participants.

Significant Accounting Policies

Basis of Accounting

The financial statements of the Retirement System have been prepared on the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Contributions from the City have been reflected when due and a formal commitment and/or statutory/contractual requirement to provide the contribution has been made. Payments to members have been reflected when due and payable in accordance with the terms of the plan.

Method Used to Value Investments

Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

Funding Policy

Police members (non-supervisory) are required to contribute 1.59% of their gross pay to the

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

plan. All other employees of the City are not required to contribute to the plan. The City is required to make annual contributions based on an actuarially computed percentage of covered wages in amounts sufficient to cover normal costs of benefits and amortize the prior service liabilities over a period of future years.

During the year ended June 30, 2005 contributions from the City totaling \$1,874,868 were made in accordance with contribution requirements determined by an actuarial valuation of the plan as of June 30, 2003. The employer contributions consisted of \$3,156,127 for normal cost, \$1,699,288 for amortization of the unfunded actuarial accrued liability, and \$422,029 for health insurance. Employer contributions represented 7.8% for June 30, 2003 covered payroll and include contributions for health insurance premium coverage of 1.76% for future retired lives.

Legally required reserves are recorded as follows:

Reserved for:

Employees' contributions	\$ 586,806
Retired benefit payments	48,061,939
Employer contributions	59,773,669
Health insurance	5,396,265

Concentrations

As of June 30, 2005, no single investment exceeded 5% of plan assets.

Annual Pension Costs

The City's funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are designed to accumulate sufficient assets to pay benefits when due.

The normal cost and actuarial accrued liability are determined using an individual entry age normal cost method. Unfunded actuarial accrued liabilities for pensions were amortized as a level percent of payroll over a period of 7 years. The City's annual pension cost is equal to the annual required contribution as reflected in the schedule of employer contributions which follows:

Required Supplementary Information

Schedule of Funding Progress						
	(1)	(2)	(3)	(4)	(5)	(6)
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL) (2) - (1)	Funded Ratio (1) / (2)	Annual Covered Payroll	UAAL as a Percentage of Covered Payroll (3) / (5)
6/30/2000	\$ 103,402,000	\$ 84,081,000	\$ (19,321,000)	123.0 %	\$ 20,073,000	(96.3) %
6/30/2001	108,676,000	88,504,000	(20,172,000)	122.8	20,645,000	(97.7)
6/30/2002	110,715,000	94,573,000	(16,142,000)	117.1	21,336,000	(75.7)
6/30/2003	111,389,000	97,359,000	(14,030,000)	114.4	22,002,000	(63.8)
6/30/2004	111,034,000	102,175,000	(8,859,000)	108.7	22,467,000	(39.4)
6/30/2005	110,582,000	106,174,000	(4,408,000)	104.2	20,881,000	(21.1)

During the year ended June 30, 2005, the plan experienced a net change of approximately \$3,999,000 in the actuarial accrued liability. Benefit provision charges accounted for \$586,013 of this amount. There were no changes in benefit provisions or in actuarial assumptions or methods during the year.

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

Schedule of Employer Contributions

Year Ended June 30,	Annual Contribution Required	Percentage Contributed
2000	\$ 1,578,000	100 %
2001	1,817,000	100
2002	1,842,000	100
2003	1,531,000	100
2004	1,521,000	100
2005	2,139,000	100

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the date indicated. Additional information as of the latest actuarial valuation follows:

Valuation date	June 30, 2005
Actuarial cost method	Entry Age
Amortization method	Level percent of payroll, open
Remaining amortization period	7 years closed pension 30 years health
Asset valuation method	Open 5 year smoothed market
Actuarial assumptions:	
Investment rate of return	7.75%
Projected salary increase	4.5% – 8.5%
Included inflation at	4.5%

NOTE I – RISK MANAGEMENT AND BENEFITS

The City has in place a self-insured risk management program, which encompasses various annual retention levels, depending upon the specific coverage and provides various additional coverage with excess insurance from Michigan Municipal Risk Management Authority (MMRMA). MMRMA also provides claims adjusting services, appraisal services, risk review and training. Workers' compensation insurance provides first-dollar coverage on all claims and the City assumes the first \$15,000 of damages to its vehicles with excess insurance provided by MMRMA up to \$1,500,000. Damages to all other forms of property are established with a \$1,000 deductible, with the City assuming 10% of the next \$100,000 and excess insurance over \$100,000 to \$194,347,000 is provided by MMRMA. Retention for general, public, police professional

and vehicle liability is established at \$500,000, excess insurance with MMRMA provides coverage from \$500,000 to \$15,000,000 and the City assumes total unlimited risk over and above \$15,000,000. The amount of settlements has not exceeded insurance coverage for each of the past three years.

The City manages its risks internally, except for employee life, vision, and dental insurance coverage, and has established assets for claim settlement in its Internal Service Funds. These funds allocate the cost of providing stop-loss insurance, claims servicing and claims payment by charging a "premium" to each fund and organization using various bases depending upon the type of coverage. The charges take into consideration recent trends in actual experience and also make provision for possible catastrophic losses.

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

Liabilities are established when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Because actual claims liabilities depend upon such complex factors as inflation, changes in legal positions, and damage awards, the process used in computing claim liabilities does not

necessarily result in an exact amount. Claims liabilities are periodically reevaluated to take into consideration recently settled claims, the frequency of claims and other economic and social factors.

Changes in the balances of claims liabilities during fiscal years 2004 and 2005 were as follows:

Year	Beginning of Fiscal Year	Current Year Claims and Changes in Estimates	Claims Payments	End of Fiscal Year
2004	\$ 2,014,911	\$ 6,848,517	\$ 6,920,199	\$ 1,943,229
2005	1,943,229	7,273,101	7,400,808	1,815,522

At June 30, 2005, the Insurance Fund held \$7,159,701 in cash, investments and accrued interest receivable. In the normal course of its activities the City becomes a party in various legal actions. Legal counsel and management of the City are of the opinion that the outcome of such actions will not have a material effect on the financial position of the City and, therefore, have not reflected loss reserves in the financial statements.

NOTE J – COMMITMENTS

Construction Projects

At June 30, 2005, the City had commitments related to street, sewer and water construction projects totaling approximately \$6,002,000.

Grand Valley Regional Biosolids Authority

On July 6, 2004, the City approved the 2004, 2005 and 2006 budgets for the Grand Valley Regional Biosolids Authority. These budgets reflect an estimated payment of \$1,250,000 in 2006 by the City's Sewer Fund.

NOTE K – SECURITIES LENDING

State statutes and board of trustees policies permit the City of Wyoming Retirement System to lend its securities to broker-dealers with a simultaneous agreement to return the collateral for the same securities in the future. During the year ended June 30, 2005, the Retirement

System loaned common stock and corporate bonds and received cash as collateral. The carrying and fair value of the securities loaned by the City to the broker at June 30, 2005 was \$6,572,734.

All securities loan agreements can be terminated at the discretion of the agent. In addition, the agent is not liable for any loss or damage resulting from the lending transactions. At year-end, the Retirement System had no credit risk, as the amount the borrower owed the Retirement System approximated the amount the Retirement System owed the borrower.

NOTE L – JOINTLY GOVERNED ORGANIZATION

The Grand Valley Regional Biosolids Authority (the Authority) was created when the City entered into an agreement with the City of Grand Rapids to operate a joint regional biosolids management project for the disposal of waste from each of the communities' sewer plants. At June 30, 2005, the Authority had assets of \$981,405, liabilities of \$1,000,000 and equity of (\$18,595).

NOTE M – SUBSEQUENT EVENTS

During October 2005, the City sold \$53,355,000 of bonds as follows:

Sewer Revenue Bonds: \$41,450,000 of bonds were issued bearing interest rates between

CITY OF WYOMING, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

3.50% and 5.00% with the final payment occurring in 2030. Of this issue, \$33,861,000 plus \$5,000,000 of sewer plant reserve funds will be used to fund a \$38,861,000 plant expansion and rehabilitation project at the plant. The remaining proceeds from bonds issued were to pay for plant and collection system projects completed in fiscal year 2004-2005 or in early fiscal year 2006.

Special Assessment Limited Tax General Obligation Bonds: \$8,105,000 of bonds were issued bearing interest rates between 3.50% and 4.30% with the final payment occurring in 2020. Of the special assessment issue, \$6,793,750 will be used to pay for utility and other infrastructure at the new Metro Health Village complex. The remaining proceeds from bonds issued were to pay for plant and

collection system projects completed in fiscal year 2004-2005.

Water Revenue Bonds: \$3,800,000 of bonds were issued bearing interest rates between 3.50% and 5.00% with the final payment occurring in 2025. Proceeds from bonds issued were to pay for plant and collection system projects completed in fiscal year 2004-2005 or in early fiscal year 2006.

Required Supplementary Information

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
GENERAL FUND
Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Taxes:				
Property	\$ 9,030,000	\$ 9,030,000	\$ 8,971,481	\$ (58,519)
Industrial/commercial facilities	284,000	284,000	279,648	(4,352)
Service charges in lieu of taxes	8,000	8,000	10,258	2,258
Penalties and interest on delinquent property taxes	83,000	83,000	91,460	8,460
Trailer fees	4,000	4,000	5,131	1,131
Tax administration fees	902,000	902,000	905,041	3,041
Total taxes	10,311,000	10,311,000	10,263,019	(47,981)
Licenses and permits:				
Business licenses	114,000	114,000	110,576	(3,424)
CATV fees	542,000	542,000	544,084	2,084
Total licenses and permits	656,000	656,000	654,660	(1,340)
Intergovernmental:				
Federal grants	42,220	469,822	401,751	(68,071)
State shared revenues	6,416,100	6,416,100	6,309,830	(106,270)
State grants	156,740	206,870	199,649	(7,221)
Liquor license refunds	18,830	18,830	20,423	1,593
School's share:				
Crossing guards	39,170	39,170	33,217	(5,953)
School liaison	143,020	143,020	205,875	62,855
Other	-	56,720	56,720	-
Total intergovernmental	6,816,080	7,350,532	7,227,465	(123,067)
Fees and service charges:				
Board of appeals	15,000	15,000	17,000	2,000
Industrial facilities tax application fees	15,000	15,000	37,291	22,291
Planning fees	20,000	20,000	23,898	3,898
Duplicating services	14,000	14,000	18,305	4,305
Interfund services	2,582,520	2,582,520	2,582,520	-
Police:				
OUIL/OUID cost reimbursement	34,000	34,000	26,959	(7,041)
False alarm fees	11,000	11,000	15,675	4,675
Finger print fees	4,700	4,700	3,860	(840)
Other fees	4,000	4,000	2,964	(1,036)
Total fees and service charges	2,700,220	2,700,220	2,728,472	28,252

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues (Continued):				
Fines and forfeitures:				
Court fines and costs	\$ 1,800,000	\$ 1,800,000	\$ 1,890,335	\$ 90,335
Building rental	130,340	131,240	131,333	93
Investment earnings	256,800	256,800	329,116	72,316
Donations	-	20,368	20,613	245
Miscellaneous	83,860	64,860	72,404	7,544
Total revenues	22,754,300	23,291,020	23,317,417	26,397
Expenditures:				
Legislative:				
Council	86,490	86,490	82,020	4,470
Newsletter	22,000	22,000	22,284	(284)
Total legislative	108,490	108,490	104,304	4,186
Judicial:				
District Court:				
Court	1,573,890	1,591,010	1,461,259	129,751
Probation	318,260	318,260	309,104	9,156
Total judicial	1,892,150	1,909,270	1,770,363	138,907
General government:				
Manager	455,270	437,190	410,735	26,455
Clerk:				
Elections	57,100	99,500	97,996	1,504
Clerk	458,380	457,860	419,496	38,364
Finance:				
Accounting	803,290	801,790	717,259	84,531
Treasurer	360,440	360,440	294,624	65,816
Computer services	1,528,080	1,546,860	1,394,924	151,936
Human resources	311,360	397,220	370,125	27,095
Assessor:				
Assessor	667,200	667,400	577,272	90,128
Board of review	4,620	4,620	4,057	563
Legal	330,000	330,000	372,380	(42,380)
Purchasing	118,080	50,000	70,114	(20,114)
Central services	343,720	343,720	282,011	61,709
City Hall	490,360	490,360	490,345	15
Other city property	540,600	552,100	480,601	71,499
Total general government	6,468,500	6,539,060	5,981,939	557,121

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
GENERAL FUND
Year Ended June 30, 2005
(Continued)

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Expenditures (Continued):				
Public safety:				
Police:				
Administrative services	\$ 673,710	\$ 918,530	\$ 747,611	\$ 170,919
Police building	870,300	890,600	886,948	3,652
Records management	512,580	514,080	469,293	44,787
Criminal investigation services	1,944,470	1,944,470	1,830,126	114,344
Technical support unit	652,300	706,420	597,454	108,966
Patrol	7,603,390	7,577,740	6,943,441	634,299
Crossing guards	83,630	83,630	65,236	18,394
Senior volunteers	91,610	71,310	40,789	30,521
Training	60,000	60,000	28,301	31,699
Training - Act 302 funds	22,000	51,800	23,293	28,507
Communications	1,509,380	1,538,980	1,305,692	233,288
Jail	563,280	563,280	591,376	(28,096)
Total police	14,586,650	14,920,840	13,529,560	1,391,280
Fire:				
Administration	339,330	338,630	336,294	2,336
Buildings	508,520	513,120	514,521	(1,401)
Fire fighting	3,893,680	4,080,260	3,609,604	470,656
Prevention	205,820	205,820	196,235	9,585
Training	109,670	109,670	107,024	2,646
Total fire	5,057,020	5,247,500	4,763,678	483,822
Planning	356,160	358,880	314,600	44,280
Zoning board of appeals	7,290	7,290	5,875	1,415
Civil defense	2,600	2,600	2,319	281
Total public safety	20,009,720	20,537,110	18,616,032	1,921,078
Public works:				
Geographic information system	-	16,020	9,897	6,123
Street lighting	786,600	786,600	725,528	61,072
Total public works	786,600	802,620	735,425	67,195

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Expenditures (Continued):				
Recreation and culture:				
Cable TV commission	\$ 200,540	\$ 200,540	\$ 200,540	\$ -
Facilities	-	4,050	1,950	2,100
Total recreation and culture	200,540	204,590	202,490	2,100
Miscellaneous:				
Compensated absences	177,000	177,000	221,567	(44,567)
Contingency	50,000	15,700	-	15,700
Total miscellaneous	227,000	192,700	221,567	(28,867)
Total expenditures	29,693,000	30,293,840	27,632,120	2,661,720
Deficiency of revenue under expenditures	(6,938,700)	(7,002,820)	(4,314,703)	2,688,117
Other financing sources:				
Proceeds from sale of capital assets	-	-	80,000	80,000
Transfer from:				
Fire Fund	1,509,200	1,509,200	1,499,114	(10,086)
Police Fund	2,516,500	2,516,500	2,498,558	(17,942)
Drug Law Enforcement Fund	75,000	76,500	76,500	
Total other financing sources	4,100,700	4,102,200	4,154,172	51,972
Net change in fund balance	(2,838,000)	(2,900,620)	(160,531)	2,740,089
FUND BALANCE, beginning of year	4,995,570	4,995,570	4,995,570	-
FUND BALANCE, end of year	<u>\$ 2,157,570</u>	<u>\$ 2,094,950</u>	<u>\$ 4,835,039</u>	<u>\$ 2,740,089</u>

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
SPECIAL REVENUE FUND
MAJOR STREET FUND
Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Licenses and permits	\$ 280,000	\$ 280,000	\$ 267,922	\$ (12,078)
Intergovernmental:				
Act 51 state shared	3,560,000	3,560,000	3,541,070	(18,930)
Fees and service charges	42,000	72,000	62,762	(9,238)
Investment earnings	20,500	20,500	25,454	4,954
Miscellaneous	13,000	13,000	38,547	25,547
Total revenues	3,915,500	3,945,500	3,935,755	(9,745)
Expenditures:				
Public works:				
Highways and streets:				
Street maintenance	985,620	1,026,000	919,393	106,607
Traffic services	1,010,730	1,010,730	839,696	171,034
Winter maintenance	645,570	645,570	571,088	74,482
Street administration	552,450	554,730	543,762	10,968
Total expenditures	3,194,370	3,237,030	2,873,939	363,091
Excess of revenues over expenditures	721,130	708,470	1,061,816	353,346
Other financing uses:				
Transfers out:				
Local Street Fund	(794,800)	(794,800)	(794,800)	-
Net change in fund balance	(73,670)	(86,330)	267,016	353,346
FUND BALANCE, beginning of year	1,303,915	1,303,915	1,303,915	-
FUND BALANCE, end of year	<u>\$ 1,230,245</u>	<u>\$ 1,217,585</u>	<u>\$ 1,570,931</u>	<u>\$ 353,346</u>

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
SPECIAL REVENUE FUND
LOCAL STREET FUND
Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Licenses and permits	\$ 50,000	\$ 50,000	\$ 29,376	\$ (20,624)
Intergovernmental:				
Act 51 state shared	1,040,000	1,040,000	1,110,645	70,645
Fees and service charges	28,000	48,000	41,841	(6,159)
Investment earnings	30,900	30,900	41,648	10,748
Miscellaneous	2,000	2,000	11,129	9,129
Total revenues	<u>1,150,900</u>	<u>1,170,900</u>	<u>1,234,639</u>	<u>63,739</u>
Expenditures:				
Public works:				
Highways and streets:				
Street maintenance	1,058,570	1,106,690	744,792	361,898
Traffic services	271,960	271,960	225,601	46,359
Winter maintenance	371,720	371,720	358,056	13,664
Street administration	330,870	332,160	325,383	6,777
Total expenditures	<u>2,033,120</u>	<u>2,082,530</u>	<u>1,653,832</u>	<u>428,698</u>
Deficiency of revenues under expenditures	(882,220)	(911,630)	(419,193)	492,437
Other financing sources:				
Transfers in:				
Major Street Fund	794,800	794,800	794,800	-
Net change in fund balance	<u>(87,420)</u>	<u>(116,830)</u>	<u>375,607</u>	<u>492,437</u>
FUND BALANCE, beginning of year	<u>1,316,709</u>	<u>1,316,709</u>	<u>1,316,709</u>	<u>-</u>
FUND BALANCE, end of year	<u>\$ 1,229,289</u>	<u>\$ 1,199,879</u>	<u>\$ 1,692,316</u>	<u>\$ 492,437</u>

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
SPECIAL REVENUE FUND
PARKS AND RECREATION FUND
Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Taxes:				
Property	\$ 2,899,000	\$ 2,899,000	\$ 2,876,842	\$ (22,158)
Industrial/commercial facilities	91,300	91,300	89,832	(1,468)
Service charges in lieu of taxes	2,500	2,500	3,295	795
Intergovernmental:				
State grants	-	20,000	7,790	(12,210)
County grants	29,060	64,100	76,524	12,424
Local grants	3,500	177,140	102,515	(74,625)
Fees and service charges:				
Senior programs fees	1,160	8,010	6,487	(1,523)
Parks and recreation fees	187,900	187,900	192,686	4,786
Building rental	-	-	7,690	7,690
Investment earnings	39,100	39,100	54,197	15,097
Donations	-	200	200	-
Miscellaneous	1,500	305,010	183,711	(121,299)
Total revenues	<u>3,255,020</u>	<u>3,794,260</u>	<u>3,601,769</u>	<u>(192,491)</u>
Expenditures:				
Health and welfare:				
Nutrition program	-	11,200	9,591	1,609
Senior wellness program	26,130	55,560	53,644	1,916
Recreation and culture:				
Parks:				
Administration	714,370	723,170	684,577	38,593
Park facilities	1,758,440	2,451,120	1,868,321	582,799
Jackson park swimming pool	40,000	43,200	45,756	(2,556)
Senior center (north)	353,490	371,540	330,856	40,684
Recreation	386,940	690,450	520,539	169,911
Total expenditures	<u>3,279,370</u>	<u>4,346,240</u>	<u>3,513,284</u>	<u>832,956</u>
Net change in fund balance	<u>(24,350)</u>	<u>(551,980)</u>	<u>88,485</u>	<u>640,465</u>
FUND BALANCE, beginning of year	<u>717,840</u>	<u>717,840</u>	<u>717,840</u>	<u>-</u>
FUND BALANCE, end of year	<u>\$ 693,490</u>	<u>\$ 165,860</u>	<u>\$ 806,325</u>	<u>\$ 640,465</u>

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
SPECIAL REVENUE FUND
COMMUNITY DEVELOPMENT BLOCK GRANT FUND
Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental:				
Federal grants	\$ 573,000	\$ 1,869,347	\$ 1,320,093	\$ (549,254)
Loan repayments	-	-	85,871	85,871
Miscellaneous	-	-	128,551	128,551
Total revenues	<u>573,000</u>	<u>1,869,347</u>	<u>1,534,515</u>	<u>(334,832)</u>
Expenditures:				
Health and welfare:				
Community development:				
Administration	127,410	223,568	139,894	83,674
Senior wellness	325,540	367,092	304,591	62,501
Rehabilitation	-	381,703	327,718	53,985
Fair housing	17,000	17,000	17,000	-
Clearance activities	23,050	25,776	7,100	18,676
Relocation	5,000	10,000	279	9,721
Acquisition	-	258,332	213,768	44,564
Community action	87,000	297,648	149,649	147,999
Recreation and culture:				
Parks:				
Park facilities	<u>140,000</u>	<u>432,215</u>	<u>374,516</u>	<u>57,699</u>
Total expenditures	<u>725,000</u>	<u>2,013,334</u>	<u>1,534,515</u>	<u>478,819</u>
Deficiency of revenues under expenditures	(152,000)	(143,987)	-	143,987
FUND BALANCE, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE (DEFICIT), end of year	<u>\$ (152,000)</u>	<u>\$ (143,987)</u>	<u>\$ -</u>	<u>\$ 143,987</u>

Nonmajor Governmental Funds

**CITY OF WYOMING, MICHIGAN
NONMAJOR GOVERNMENTAL FUNDS**

SPECIAL REVENUE FUNDS

Fire Fund

To account for capital improvements and contributions to the General Fund for operations of the Fire Department. This fund is financed by a special tax levy.

Police Fund

To account for capital improvements and contributions to the General Fund for operations of the Police Department. This fund is financed by a special tax levy.

Sidewalk Snow Removal Fund

To account for the removal of snow from all City sidewalks. This fund is financed by a special tax levy.

Yard Waste Disposal Fund

To account for the disposal of yard waste. This fund is financed by a special tax levy.

Building Inspections Fund

To account for operations of building inspections department. The establishment of a separate fund was required by Public Act 245 of 1999. Financing is provided primarily by permit fees.

Drug Law Enforcement Fund

To account for revenue earmarked for drug law enforcement under the provisions of Public Act 135 of 1985 being Section 333.7523 of the Compiled Laws of 1979, as amended.

Library Fund

To account for the operation and maintenance of a public library facility. This fund is financed by a special tax millage.

DEBT SERVICE FUNDS

1964 Water Supply Bonds Fund

To account for the retirement of 1964 Water Supply bond obligations. Financing is provided by a General Obligation Bonded Tax levy.

1961 and 1963 Sewage Disposal Bonds Fund

To account for the retirement of 1961 and 1963 Sewage Disposal bond obligations. Financing is provided by a General Obligation Bonded Tax levy.

2000 General Obligation Library Bonds Fund

To account for the retirement of General Obligation Library bonds issued in 2000 for library building construction. Financing is provided by a General Obligation Bonded Tax levy.

1996, 1997 and 1998 General Obligation Limited Tax Bonds Fund

To account for the retirement of General Obligation Limited Tax bonds issued in 1996 and 1997 for street construction and improvements. Monies for debt service are transferred from capital improvement millage levies.

1996, 1997 and 1998 Special Assessment Bonds Fund

To account for the retirement of Special Assessment bonds issued in 1996 and 1997 for street construction and improvements, including water and sewer main replacements and extensions. Financing is provided by special assessments on the benefiting property.

Michigan Transportation Fund - Local and Major Street Funds

To account for the retirement of Michigan Transportation Fund bonds issued for street construction and improvements. Although Act 51 monies are obligated for this purpose, debt service is being financed by capital improvement millage levies.

Building Authority Bonds Fund

To account for the retirement of City of Wyoming Building Authority bonds for Motor Pool, Fire, Police, and other municipal building projects.

CAPITAL PROJECTS FUND

City Hall Building Fund

To account for funds and capital expenditures to remodel and expand the existing City Hall building.

CITY OF WYOMING, MICHIGAN
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2005

	Special Revenue Funds					
	Fire	Police	Sidewalk Snow Removal	Yard Waste	Building Inspections	Drug Law Enforcement
<u>Assets</u>						
Cash and cash equivalents	\$ 10	\$ 10	\$ 21,440	\$ 38,435	\$ 12,719	\$ 12,837
Investments	90	90	195,944	351,268	116,241	117,324
Receivables (net of allowance for uncollectibles):						
Accounts	-	-	-	-	38,815	-
Accrued interest	-	-	1,500	2,689	890	898
Total assets	\$ 100	\$ 100	\$ 218,884	\$ 392,392	\$ 168,665	\$ 131,059
<u>Liabilities and Fund Balances</u>						
Liabilities:						
Accounts payable	\$ -	\$ -	\$ -	\$ 30,699	\$ 18,838	\$ -
Deposits	-	-	-	-	27,000	528
Total liabilities	-	-	-	30,699	45,838	528
Fund balances:						
Reserved for encumbrances	-	-	45,000	-	-	-
Unreserved:						
Designated for:						
Debt service	-	-	-	-	-	-
Subsequent fiscal year	-	-	59,590	26,160	-	-
Undesignated	100	100	114,294	335,533	122,827	130,531
Total fund balances	100	100	218,884	361,693	122,827	130,531
Total liabilities and fund balances	\$ 100	\$ 100	\$ 218,884	\$ 392,392	\$ 168,665	\$ 131,059

Debt Service Funds								
Library	1964 Water Supply Bonds	1961 and 1963 Sewage Disposal Bonds	2000 General Obligation Library Bonds	1996, 1997 and 1998 General Obligation Limited Tax Bonds	1996, 1997 and 1998 Special Assessment Bonds	Michigan Transportation Fund - Major Street	Michigan Transportation Fund - Local Street	Building Authority Bonds
\$ 133,943	\$ 264	\$ 128	\$ 22,919	\$ -	\$ -	\$ -	\$ -	\$ 40,100
1,224,128	2,411	1,166	209,465	-	-	-	-	-
-	-	-	-	-	-	-	-	-
9,368	18	9	1,604	-	-	-	-	-
<u>\$ 1,367,439</u>	<u>\$ 2,693</u>	<u>\$ 1,303</u>	<u>\$ 233,988</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 40,100</u>
\$ 15,475	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 36,381
-	-	-	-	-	-	-	-	-
15,475	-	-	-	-	-	-	-	36,381
-	-	-	-	-	-	-	-	-
-	2,693	1,303	233,988	-	-	-	-	3,719
202,550	-	-	-	-	-	-	-	-
1,149,414	-	-	-	-	-	-	-	-
1,351,964	2,693	1,303	233,988	-	-	-	-	3,719
<u>\$ 1,367,439</u>	<u>\$ 2,693</u>	<u>\$ 1,303</u>	<u>\$ 233,988</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 40,100</u>

(Continued)

CITY OF WYOMING, MICHIGAN
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2005
(Continued)

	Capital Project Funds	
	Building Fund - City Hall	Total Nonmajor Governmental Funds
<u>Assets</u>		
Cash and cash equivalents	\$ 1,175	\$ 283,980
Investments	10,742	2,228,869
Receivables (net of allowance for uncollectibles):		
Accounts	-	38,815
Accrued interest	83	17,059
Total assets	<u>\$ 12,000</u>	<u>\$ 2,568,723</u>
<u>Liabilities and Fund Balances</u>		
Liabilities:		
Accounts payable	\$ 12,000	\$ 113,393
Deposits	-	27,528
Total liabilities	<u>12,000</u>	<u>140,921</u>
Fund balances:		
Reserved for encumbrances	-	45,000
Unreserved:		
Designated for:		
Debt service	-	241,703
Subsequent fiscal year	-	288,300
Undesignated	-	1,852,799
Total fund balances	<u>-</u>	<u>2,427,802</u>
Total liabilities and fund balances	<u>\$ 12,000</u>	<u>\$ 2,568,723</u>

CITY OF WYOMING, MICHIGAN
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2005

	Special Revenue Funds						
	Fire	Police	Sidewalk Snow Removal	Yard Waste	Building Inspections	Drug Law Enforcement	Library
Revenues:							
Taxes	\$ 1,484,948	\$ 2,474,967	\$ 316,796	\$ 336,602	\$ -	\$ -	\$ 197,939
Licenses and permits	-	-	-	-	1,170,873	-	-
Fees and service charges	-	-	-	-	110,125	-	-
Fines and forfeitures	-	-	-	-	-	24,672	-
Building rental	-	-	-	-	-	-	5,215
Investment earnings	14,166	23,591	11,097	9,909	(718)	4,973	44,795
Donations	-	-	-	-	-	-	8,025
Miscellaneous	-	-	-	73,568	-	-	53,679
Total revenues	<u>1,499,114</u>	<u>2,498,558</u>	<u>327,893</u>	<u>420,079</u>	<u>1,280,280</u>	<u>29,645</u>	<u>309,653</u>
Expenditures:							
Current:							
Public safety	-	-	-	-	1,171,383	5,000	-
Public works	-	-	294,728	182,176	18,113	-	-
Recreation and culture	-	-	-	-	-	-	344,546
Capital outlay	-	-	-	-	-	-	-
Debt service:							
Principal retirement	-	-	-	-	-	-	-
Interest and fiscal agent fees	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>294,728</u>	<u>182,176</u>	<u>1,189,496</u>	<u>5,000</u>	<u>344,546</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,499,114</u>	<u>2,498,558</u>	<u>33,165</u>	<u>237,903</u>	<u>90,784</u>	<u>24,645</u>	<u>(34,893)</u>
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	(1,499,114)	(2,498,558)	-	-	-	(76,500)	-
Bonds issued	-	-	-	-	-	-	-
Premiums on bonds issued	-	-	-	-	-	-	-
Payments to escrow	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>(1,499,114)</u>	<u>(2,498,558)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(76,500)</u>	<u>-</u>
Net change in fund balances	<u>-</u>	<u>-</u>	<u>33,165</u>	<u>237,903</u>	<u>90,784</u>	<u>(51,855)</u>	<u>(34,893)</u>
FUND BALANCES, beginning of year	<u>100</u>	<u>100</u>	<u>185,719</u>	<u>123,790</u>	<u>32,043</u>	<u>182,386</u>	<u>1,386,857</u>
FUND BALANCES, end of year	<u>\$ 100</u>	<u>\$ 100</u>	<u>\$ 218,884</u>	<u>\$ 361,693</u>	<u>\$ 122,827</u>	<u>\$ 130,531</u>	<u>\$ 1,351,964</u>

Debt Service Funds							
1964 Water Supply Bonds	1961 and 1963 Sewage Disposal Bonds	2000 General Obligation Library Bonds	1996, 1997 and 1998 General Obligation Limited Tax Bonds	1996, 1997 and 1998 Special Assessment Bonds	Michigan Transportation Fund - Major Street	Michigan Transportation Fund - Local Street	Building Authority Bonds
\$ (224)	\$ (8)	\$ 633,740	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	18,139	-	-	-	-	1,617,725
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>(224)</u>	<u>(8)</u>	<u>651,879</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,617,725</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	340,000	129,414	370,000	476,507	318,493	770,000
-	-	268,569	54,005	148,873	253,829	139,319	847,725
-	-	-	-	-	-	-	221,591
-	-	<u>608,569</u>	<u>183,419</u>	<u>518,873</u>	<u>730,336</u>	<u>457,812</u>	<u>1,839,316</u>
<u>(224)</u>	<u>(8)</u>	<u>43,310</u>	<u>(183,419)</u>	<u>(518,873)</u>	<u>(730,336)</u>	<u>(457,812)</u>	<u>(221,591)</u>
-	-	14,000	183,419	518,873	730,336	457,812	-
(14,000)	-	-	-	-	-	-	-
-	-	-	-	-	-	-	13,070,000
-	-	-	-	-	-	-	1,040,744
-	-	-	-	-	-	-	(13,888,434)
<u>(14,000)</u>	<u>-</u>	<u>14,000</u>	<u>183,419</u>	<u>518,873</u>	<u>730,336</u>	<u>457,812</u>	<u>222,310</u>
(14,224)	(8)	57,310	-	-	-	-	719
16,917	1,311	176,678	-	-	-	-	3,000
<u>\$ 2,693</u>	<u>\$ 1,303</u>	<u>\$ 233,988</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,719</u>

(Continued)

CITY OF WYOMING, MICHIGAN
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2005
(Continued)

	Capital Project Funds	
	Building Fund - City Hall	Total Nonmajor Governmental Funds
Revenues:		
Taxes	\$ -	\$ 5,444,760
Licenses and permits	-	1,170,873
Fees and service charges	-	110,125
Fines and forfeitures	-	24,672
Building rental	-	1,622,940
Investment earnings	-	125,952
Donations	-	8,025
Miscellaneous	-	127,247
Total revenues	-	8,634,594
Expenditures:		
Current:		
Public safety	-	1,176,383
Public works	-	495,017
Recreation and culture	-	344,546
Capital outlay	12,000	12,000
Debt service:		
Principal retirement	-	2,404,414
Interest and fiscal agent fees	-	1,712,320
Bond issuance costs	-	221,591
Total expenditures	12,000	6,366,271
Excess (deficiency) of revenues over (under) expenditures	(12,000)	2,268,323
Other financing sources (uses):		
Transfers in	-	1,904,440
Transfers out	-	(4,088,172)
Bonds issued	-	13,070,000
Premiums on bonds issued	-	1,040,744
Payments to escrow	-	(13,888,434)
Total other financing sources (uses)	-	(1,961,422)
Net change in fund balances	(12,000)	306,901
FUND BALANCES, beginning of year	12,000	2,120,901
FUND BALANCES, end of year	\$ -	\$ 2,427,802

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
SPECIAL REVENUE FUND
FIRE FUND
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes:				
Property	\$ 1,449,000	\$ 1,449,000	\$ 1,438,384	\$ (10,616)
Industrial/commercial facilities	45,600	45,600	44,916	(684)
Service charges in lieu of taxes	1,100	1,100	1,648	548
Investment earnings	13,500	13,500	14,166	666
Total revenues	1,509,200	1,509,200	1,499,114	(10,086)
Other financing uses:				
Transfers out:				
General Fund	(1,509,200)	(1,509,200)	(1,499,114)	10,086
Net change in fund balance	-	-	-	-
FUND BALANCE, beginning of year	<u>100</u>	<u>100</u>	<u>100</u>	<u>-</u>
FUND BALANCE, end of year	<u>\$ 100</u>	<u>\$ 100</u>	<u>\$ 100</u>	<u>\$ -</u>

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
SPECIAL REVENUE FUND
POLICE FUND
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u> <u>(Budgetary</u> <u>Basis)</u>	<u>Variance with</u> <u>Final Budget -</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes:				
Property	\$ 2,416,000	\$ 2,416,000	\$ 2,397,361	\$ (18,639)
Industrial/commercial facilities	76,100	76,100	74,860	(1,240)
Service charges in lieu of taxes	2,000	2,000	2,746	746
Investment earnings	<u>22,400</u>	<u>22,400</u>	<u>23,591</u>	<u>1,191</u>
Total revenues	2,516,500	2,516,500	2,498,558	(17,942)
Other financing uses:				
Transfers out:				
General Fund	<u>(2,516,500)</u>	<u>(2,516,500)</u>	<u>(2,498,558)</u>	<u>17,942</u>
Net change in fund balance	-	-	-	-
FUND BALANCE, beginning of year	<u>100</u>	<u>100</u>	<u>100</u>	<u>-</u>
FUND BALANCE, end of year	<u>\$ 100</u>	<u>\$ 100</u>	<u>\$ 100</u>	<u>\$ -</u>

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
SPECIAL REVENUE FUND
SIDEWALK SNOW REMOVAL FUND
Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Taxes:				
Property	\$ 309,000	\$ 309,000	\$ 306,862	\$ (2,138)
Industrial/commercial facilities	9,700	9,700	9,582	(118)
Service charges in lieu of taxes	300	300	352	52
Investment earnings	8,900	8,900	11,097	2,197
Total revenues	327,900	327,900	327,893	(7)
Expenditures:				
Public works:				
Highways and streets:				
Administration	18,600	18,600	18,600	-
Sidewalks	303,220	321,830	276,128	45,702
Total expenditures	321,820	340,430	294,728	45,702
Excess (deficiency) of revenues over expenditures	6,080	(12,530)	33,165	45,695
FUND BALANCE, beginning of year	185,719	185,719	185,719	-
FUND BALANCE, end of year	<u>\$ 191,799</u>	<u>\$ 173,189</u>	<u>\$ 218,884</u>	<u>\$ 45,695</u>

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
SPECIAL REVENUE FUND
YARD WASTE FUND
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes:				
Property	\$ 328,000	\$ 328,000	\$ 326,048	\$ (1,952)
Industrial/commercial facilities	10,300	10,300	10,181	(119)
Service charges in lieu of taxes	280	280	373	93
Trailer rental	3,000	3,000	3,015	15
Other	-	-	70,553	70,553
Investment earnings	5,800	5,800	9,909	4,109
	<u>347,380</u>	<u>347,380</u>	<u>420,079</u>	<u>72,699</u>
Total revenues				
Expenditures:				
Public works:				
Highways and streets:				
Leaf disposal	311,120	315,660	182,176	133,484
	<u>36,260</u>	<u>31,720</u>	<u>237,903</u>	<u>206,183</u>
Excess of revenues over expenditures				
FUND BALANCE, beginning of year	<u>123,790</u>	<u>123,790</u>	<u>123,790</u>	<u>-</u>
FUND BALANCE, end of year	<u>\$ 160,050</u>	<u>\$ 155,510</u>	<u>\$ 361,693</u>	<u>\$ 206,183</u>

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
SPECIAL REVENUE FUND
BUILDING INSPECTIONS FUND
Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Licenses and permits:				
Building permits	\$ 960,000	\$ 960,000	\$ 867,139	\$ (92,861)
Electrical permits	140,000	140,000	115,725	(24,275)
Mechanical permits	124,000	124,000	92,627	(31,373)
Plumbing and sewer permits	82,000	82,000	63,467	(18,533)
Other permits	20,000	20,000	12,310	(7,690)
Business licenses	8,000	8,000	19,605	11,605
Fees and service charges:				
Rental registration fees	70,000	70,000	78,875	8,875
Weed control fees	40,000	40,000	31,250	(8,750)
Investment earnings	2,700	2,700	(718)	(3,418)
Total revenues	1,446,700	1,446,700	1,280,280	(166,420)
Expenditures:				
Public safety:				
Inspections	1,321,260	1,321,260	1,171,383	149,877
Public works:				
Sanitation-weed control	27,700	27,700	18,113	9,587
Miscellaneous:				
Compensated absences	3,000	3,000	-	3,000
Total expenditures	1,351,960	1,351,960	1,189,496	162,464
Excess of revenues over expenditures	94,740	94,740	90,784	(3,956)
FUND BALANCE, beginning of year	32,043	32,043	32,043	-
FUND BALANCE, end of year	\$ 126,783	\$ 126,783	\$ 122,827	\$ (3,956)

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
SPECIAL REVENUE FUND
DRUG LAW ENFORCEMENT FUND
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures:				
Forfeitures	\$ 10,000	\$ 10,000	\$ 24,672	\$ 14,672
Investment earnings	3,200	3,200	4,973	1,773
Total revenues	13,200	13,200	29,645	16,445
Expenditures:				
Public safety:				
Police:				
Criminal investigation services	-	5,000	5,000	-
Excess of revenues over expenditures	13,200	8,200	24,645	16,445
Other financing use:				
Transfers out:				
General Fund	(75,000)	(76,500)	(76,500)	-
Net change in fund balance	(61,800)	(68,300)	(51,855)	16,445
FUND BALANCE, beginning of year	<u>182,386</u>	<u>182,386</u>	<u>182,386</u>	<u>-</u>
FUND BALANCE, end of year	<u>\$ 120,586</u>	<u>\$ 114,086</u>	<u>\$ 130,531</u>	<u>\$ 16,445</u>

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
SPECIAL REVENUE FUND
LIBRARY FUND
Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Taxes:				
Property	\$ 193,000	\$ 193,000	\$ 191,777	\$ (1,223)
Industrial/commercial facilities	6,000	6,000	5,942	(58)
Service charges in lieu of taxes	230	230	220	(10)
Building rental	8,420	8,420	5,215	(3,205)
Investment earnings	41,700	41,700	44,795	3,095
Donations	9,000	9,000	8,025	(975)
Miscellaneous	41,020	41,020	53,679	12,659
Total revenues	299,370	299,370	309,653	10,283
Expenditures:				
Recreation and culture:				
Building and grounds	363,040	401,950	323,426	78,524
Administration	21,120	21,120	21,120	-
Total expenditures	384,160	423,070	344,546	78,524
Deficiency of revenues under expenditures	(84,790)	(123,700)	(34,893)	88,807
FUND BALANCE, beginning of year	1,386,857	1,386,857	1,386,857	-
FUND BALANCE, end of year	\$ 1,302,067	\$ 1,263,157	\$ 1,351,964	\$ 88,807

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
DEBT SERVICE FUND
1964 WATER SUPPLY BONDS FUND
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes:				
General property taxes	\$ -	\$ -	\$ (210)	\$ (210)
Industrial/commercial facilities tax	-	-	(127)	(127)
Service charges in lieu of taxes	-	-	113	113
Total revenues	-	-	(224)	(224)
Expenditures	-	-	-	-
Deficiency of revenues under expenditures	-	-	(224)	(224)
Other financing use:				
Transfers out:				
2000 General Obligations Library Bonds Fund	-	-	(14,000)	(14,000)
Net change in fund balance	-	-	(14,224)	(14,224)
FUND BALANCE, beginning of year	<u>16,917</u>	<u>16,917</u>	<u>16,917</u>	<u>-</u>
FUND BALANCE, end of year	<u>\$ 16,917</u>	<u>\$ 16,917</u>	<u>\$ 2,693</u>	<u>\$ (14,224)</u>

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
DEBT SERVICE FUND
1961 AND 1963 SEWAGE DISPOSAL BONDS FUND
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes:				
General property taxes	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8)</u>	<u>\$ (8)</u>
Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deficiency of revenues under expenditures	-	-	(8)	(8)
FUND BALANCE, beginning of year	<u>1,311</u>	<u>1,311</u>	<u>1,311</u>	<u>-</u>
FUND BALANCE, end of year	<u><u>\$ 1,311</u></u>	<u><u>\$ 1,311</u></u>	<u><u>\$ 1,303</u></u>	<u><u>\$ (8)</u></u>

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
DEBT SERVICE FUND
2000 GENERAL OBLIGATION LIBRARY BONDS FUND
Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Taxes:				
General property taxes	\$ 617,000	\$ 617,000	\$ 613,873	\$ (3,127)
Industrial/commercial facilities tax	19,400	19,400	19,164	(236)
Service charges in lieu of taxes	500	500	703	203
Total taxes	636,900	636,900	633,740	(3,160)
Investment earnings	9,400	9,400	18,139	8,739
Total revenues	646,300	646,300	651,879	5,579
Expenditures:				
Debt service:				
Principal retirement	340,000	340,000	340,000	-
Interest on bonds	268,300	268,300	268,294	6
Fiscal agent fees	300	300	275	25
Total expenditures	608,600	608,600	608,569	31
Excess of revenues over expenditures	37,700	37,700	43,310	5,610
Other financing source:				
Transfer in:				
1964 Water Supply Bonds Fund	-	-	14,000	14,000
Net change in fund balance	37,700	37,700	57,310	19,610
FUND BALANCE, beginning of year	176,678	176,678	176,678	-
FUND BALANCE, end of year	<u>\$ 214,378</u>	<u>\$ 214,378</u>	<u>\$ 233,988</u>	<u>\$ 19,610</u>

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
DEBT SERVICE FUND
1996, 1997 AND 1998 GENERAL OBLIGATION LIMITED TAX BONDS FUND
Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures:				
Debt service:				
Principal retirement	129,500	129,500	129,414	86
Interest on bonds	53,600	53,600	53,452	148
Fiscal agent fees	700	700	553	147
	<u>183,800</u>	<u>183,800</u>	<u>183,419</u>	<u>381</u>
Total expenditures				
	<u>183,800</u>	<u>183,800</u>	<u>183,419</u>	<u>381</u>
Deficiency of revenues under expenditures	(183,800)	(183,800)	(183,419)	381
Other financing sources:				
Transfers in:				
Capital Improvement Fund	183,800	183,800	183,419	(381)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
DEBT SERVICE FUND
1996, 1997, 1998 AND 2002 SPECIAL ASSESSMENT BONDS FUND
Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Debt service:				
Principal retirement	325,000	325,000	370,000	(45,000)
Interest on bonds	123,880	123,880	147,448	(23,568)
Fiscal agent fees	1,300	1,300	1,425	(125)
Total expenditures	450,180	450,180	518,873	(68,693)
Deficiency of revenues under expenditures	(450,180)	(450,180)	(518,873)	(68,693)
Other financing sources:				
Transfers in:				
Capital Projects Revolving Fund	450,180	450,180	518,873	68,693
Net change in fund balance	-	-	-	-
FUND BALANCE, beginning of year	-	-	-	-
FUND BALANCE, end of year	\$ -	\$ -	\$ -	\$ -

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
DEBT SERVICE FUND
MICHIGAN TRANSPORTATION FUND - MAJOR STREET
Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures:				
Debt service:				
Principal retirement	476,700	476,700	476,507	193
Interest on bonds	251,600	251,600	251,309	291
Fiscal agent fees	<u>1,500</u>	<u>1,500</u>	<u>2,520</u>	<u>(1,020)</u>
Total expenditures	<u>729,800</u>	<u>729,800</u>	<u>730,336</u>	<u>(536)</u>
Deficiency of revenues under expenditures	(729,800)	(729,800)	(730,336)	(536)
Other financing sources:				
Transfers in:				
Capital Improvement Fund	<u>729,800</u>	<u>729,800</u>	<u>730,336</u>	<u>536</u>
Net change in fund balance	-	-	-	-
FUND BALANCE, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
DEBT SERVICE FUND
MICHIGAN TRANSPORTATION FUND - LOCAL STREET
Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures:				
Debt service:				
Principal retirement	318,600	318,600	318,493	107
Interest on bonds	138,500	138,500	138,389	111
Fiscal agent fees	500	500	930	(430)
Total expenditures	<u>457,600</u>	<u>457,600</u>	<u>457,812</u>	<u>(212)</u>
Deficiency of revenues under expenditures	(457,600)	(457,600)	(457,812)	(212)
Other financing sources:				
Transfers in:				
Capital Improvement Fund	<u>457,600</u>	<u>457,600</u>	<u>457,812</u>	<u>212</u>
Net change in fund balance	-	-	-	-
FUND BALANCE, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
DEBT SERVICE FUND
BUILDING AUTHORITY BONDS FUND
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Building rental	\$ 1,619,500	\$ 1,619,500	\$ 1,617,725	\$ (1,775)
Expenditures:				
Debt service:				
Principal retirement	770,000	770,000	770,000	-
Interest on bonds	846,800	846,800	846,575	225
Fiscal agent fees	2,700	2,700	1,150	1,550
Bond issuance costs	-	-	221,591	(221,591)
Total expenditures	1,619,500	1,619,500	1,839,316	(219,816)
Deficiency of revenues under expenditures	-	-	(221,591)	(221,591)
Other financing sources:				
Bonds issued	-	-	13,070,000	13,070,000
Premiums on bonds issued	-	-	1,040,744	1,040,744
Payments to escrow	-	-	(13,888,434)	(13,888,434)
Total other financing sources	-	-	222,310	222,310
Net change in fund balance	-	-	719	719
FUND BALANCE, beginning of year	3,000	3,000	3,000	-
FUND BALANCE, end of year	<u>\$ 3,000</u>	<u>\$ 3,000</u>	<u>\$ 3,719</u>	<u>\$ 719</u>

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
CAPITAL PROJECTS FUND
CITY HALL BUILDING FUND
Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Investment earnings	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Capital outlay:				
Building	-	12,000	12,000	-
Net change in fund balance	-	(12,000)	(12,000)	-
FUND BALANCE, beginning of year	-	12,000	12,000	-
FUND BALANCE, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Other Supplementary Information

CITY OF WYOMING, MICHIGAN
SCHEDULE OF CAPITAL ASSETS AND DEPRECIATION
ENTERPRISE FUND
WATER FUND
Year Ended June 30, 2005

	Assets		
	Balance July 1, 2004	Additions	Balance June 30, 2005
Land	\$ 1,658,222	\$ -	\$ 1,658,222
Building and improvements	15,626,866	-	15,626,866
Improvements other than buildings:			
Water mains	30,760,847	-	30,760,847
Sewer mains	140,655	-	140,655
Water towers and reservoirs	12,131,675	-	12,118,755
Treatment plant	1,948,625	-	1,948,625
Services	3,953,375	32,054	3,985,429
Line hydrants	429,597	-	429,597
Electrical substation	752,055	-	752,055
Intake main	33,259,949	-	33,259,949
	83,376,778	32,054	83,395,912
Machinery and equipment:			
Treatment	3,704,410	-	3,704,410
Pumping	7,137,296	11,290	7,148,586
Laboratory	334,240	7,466	341,706
Tools and working	345,418	5,488	350,906
Furniture and fixtures	247,916	7,060	225,418
Vehicles	3,444	8,058	11,502
Other	431,418	40,689	472,107
	12,204,142	80,051	12,254,635
Construction in progress	2,865,286	2,419,503	5,284,789
	<u>\$ 115,731,294</u>	<u>\$ 2,531,608</u>	<u>\$ 118,220,424</u>

Depreciation			Balance June 30, 2005	Net Book Value
Balance July 1, 2004	Depreciation	Deletions		
\$ -	\$ -	\$ -	\$ -	\$ 1,658,222
5,498,986	618,830	-	6,117,816	9,509,050
9,302,097	467,635	-	9,769,732	20,991,115
6,206	3,103	-	9,309	131,346
3,691,588	408,131	12,920	4,086,799	8,031,956
1,131,073	52,383	-	1,183,456	765,169
3,164,807	75,396	-	3,240,203	745,226
108,976	6,509	-	115,485	314,112
-	18,801	-	18,801	733,254
8,223,868	532,376	-	8,756,244	24,503,705
25,628,615	1,564,334	12,920	27,180,029	56,215,883
3,015,218	57,433	-	3,072,651	631,759
5,041,145	282,861	-	5,324,006	1,824,580
249,660	20,838	-	270,498	71,208
191,646	32,715	-	224,361	126,545
195,525	14,786	29,558	180,753	44,665
3,444	-	-	3,444	8,058
260,652	58,684	-	319,336	152,771
8,957,290	467,317	29,558	9,395,049	2,859,586
-	-	-	-	5,284,789
\$ 40,084,891	\$ 2,650,481	\$ 42,478	\$ 42,692,894	\$ 75,527,530

CITY OF WYOMING, MICHIGAN
SCHEDULE OF CAPITAL ASSETS AND DEPRECIATION
ENTERPRISE FUND
SEWER FUND
Year Ended June 30, 2005

	Assets		
	Balance July 1, 2004	Additions	Balance June 30, 2005
Land	\$ 478,551	\$ -	\$ 478,551
Building and improvements	15,945,973	-	15,945,973
Improvements other than buildings:			
Sewer mains	44,268,683	213,658	44,482,341
Lift stations	57,165	-	57,165
Electrical substation	647,300	-	647,300
Watermain	258,045	-	258,045
Disposal plant	7,690,872	-	7,414,216
	52,922,065	213,658	52,859,067
Machinery and equipment:			
Treatment	6,651,251	-	6,651,251
Pumping	728,688	-	728,688
Laboratory	820,077	6,113	826,190
Tools and working	165,352	1,940	167,292
Office	238,439	16,042	209,699
Vehicles	19,590	-	19,590
Other	350,841	25,976	376,817
	8,974,238	50,071	8,979,527
Construction in progress	1,863,958	5,961,223	7,825,181
	<u>\$ 80,184,785</u>	<u>\$ 6,224,952</u>	<u>\$ 86,088,299</u>

Depreciation			Balance June 30, 2005	Net Book Value
Balance July 1, 2004	Depreciation	Deletions		
\$ -	\$ -	\$ -	\$ -	\$ 478,551
9,562,457	855,979	-	10,418,436	5,527,537
12,970,793	671,365	-	13,642,158	30,840,183
26,254	866	-	27,120	30,045
-	16,183	-	16,183	631,117
3,910	3,910	-	7,820	250,225
3,815,826	441,392	276,656	3,980,562	3,433,654
16,816,783	1,133,716	276,656	17,673,843	35,185,224
4,833,007	225,503	-	5,058,510	1,592,741
455,443	21,539	-	476,982	251,706
687,707	35,636	-	723,343	102,847
124,727	7,503	-	132,230	35,062
169,848	25,088	44,782	150,154	59,545
15,200	878	-	16,078	3,512
287,831	29,714	-	317,545	59,272
6,573,763	345,861	44,782	6,874,842	2,104,685
-	-	-	-	7,825,181
<u>\$ 32,953,003</u>	<u>\$ 2,335,556</u>	<u>\$ 321,438</u>	<u>\$ 34,967,121</u>	<u>\$ 51,121,178</u>

CITY OF WYOMING, MICHIGAN
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
June 30, 2005

	Motor Pool Fund	Insurance Fund	Total
<u>Assets</u>			
Current assets:			
Cash and cash equivalents	\$ 133,201	\$ 1,006,993	\$ 1,140,194
Investments	1,217,344	6,105,979	7,323,323
Accrued interest receivable	9,316	46,729	56,045
Due from other governmental units	-	2,508	2,508
Inventory	36,903	-	36,903
Prepaid items	-	239,469	239,469
Total current assets	1,396,764	7,401,678	8,798,442
Restricted assets:			
Cash and cash equivalents	212,687	-	212,687
Investments	1,943,784	-	1,943,784
Accrued interest receivable	14,875	-	14,875
Total restricted assets	2,171,346	-	2,171,346
Capital assets:			
Property and equipment	15,763,587	-	15,763,587
Less allowance for depreciation	9,520,602	-	9,520,602
Net capital assets	6,242,985	-	6,242,985
Total assets	9,811,095	7,401,678	17,212,773
<u>Liabilities</u>			
Current liabilities:			
Accounts payable	131,049	811,839	942,888
Accrued interest payable	710	-	710
Other current liabilities	-	125,000	125,000
Current portion:			
Notes payable	199,750	-	199,750
Compensated absences, workers' compensation and death benefits	12,057	225,095	237,152
Total current liabilities	343,566	1,161,934	1,505,500
Long-term liabilities (net of current portion):			
Compensated absences, workers' compensation and death benefits	77,842	1,590,427	1,668,269
Total long-term liabilities	77,842	1,590,427	1,668,269
Total liabilities	421,408	2,752,361	3,173,769
<u>Net Assets</u>			
Invested in capital assets, net of related debt	6,043,235	-	6,043,235
Unrestricted	3,346,452	4,649,317	7,995,769
Total net assets	\$ 9,389,687	\$ 4,649,317	\$ 14,039,004

CITY OF WYOMING, MICHIGAN
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
Year Ended June 30, 2005

	Motor Pool Fund	Insurance Fund	Total
Operating revenues:			
Charges for services	\$ 12,705	\$ -	\$ 12,705
Equipment rentals	2,702,860	-	2,702,860
Building rentals	285,540	-	285,540
Premiums	-	9,683,890	9,683,890
	<u>3,001,105</u>	<u>9,683,890</u>	<u>12,684,995</u>
Operating expenses:			
Administrative and general	353,956	504,214	858,170
Equipment and building operations	2,100,837	-	2,100,837
Depreciation	1,127,743	-	1,127,743
Insurance claims and premiums	-	7,273,101	7,273,101
	<u>3,582,536</u>	<u>7,777,315</u>	<u>11,359,851</u>
Operating Income (loss)	<u>(581,431)</u>	<u>1,906,575</u>	<u>1,325,144</u>
Nonoperating revenues (expenses):			
Investment earnings	100,228	190,536	290,764
Interest expense	(16,347)	(127,141)	(143,488)
Gain on disposal of fixed assets	121,010	-	121,010
Miscellaneous income	257	-	257
	<u>205,148</u>	<u>63,395</u>	<u>268,543</u>
Income (loss) before capital contributions	<u>(376,283)</u>	<u>1,969,970</u>	<u>1,593,687</u>
Capital contributions	<u>24,000</u>	<u>-</u>	<u>24,000</u>
Change in net assets	<u>(352,283)</u>	<u>1,969,970</u>	<u>1,617,687</u>
Net assets, beginning of year	<u>9,741,970</u>	<u>2,679,347</u>	<u>12,421,317</u>
Net assets, end of year	<u>\$ 9,389,687</u>	<u>\$ 4,649,317</u>	<u>\$ 14,039,004</u>

CITY OF WYOMING, MICHIGAN
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
Year Ended June 30, 2005

	Motor Pool Fund	Insurance Fund	Total
Cash flows from operating activities:			
Receipts from customers	\$ 3,001,105	\$ 9,683,351	\$ 12,684,456
Payment to suppliers	(1,503,210)	(7,101,832)	(8,605,042)
Payment to employees	(625,872)	(190,799)	(816,671)
Payments to internal service funds and administrative fees	(687,756)	(306,027)	(993,783)
Other receipts	257	4,237	4,494
Net cash provided by operating activities	184,524	2,088,930	2,273,454
Cash flows for capital and related financing activities:			
Acquisition of capital assets	(408,356)	-	(408,356)
Principal payments on bonds payable	(199,750)	-	(199,750)
Interest paid	(16,979)	(127,141)	(144,120)
Contributed capital	24,000	-	24,000
Proceeds from sale of capital assets	121,010	-	121,010
Net cash used by capital and related financing activities	(480,075)	(127,141)	(607,216)
Cash flows from (for) investing activities:			
Investment earnings	106,202	181,262	287,464
Net change in investments	173,462	(1,965,727)	(1,792,265)
Net cash provided (used) by investing activities	279,664	(1,784,465)	(1,504,801)
Net increase (decrease) in cash and equivalents	(15,887)	177,324	161,437
CASH AND EQUIVALENTS, beginning of year	361,776	829,669	1,191,445
CASH AND EQUIVALENTS, end of year	\$ 345,889	\$ 1,006,993	\$ 1,352,882
Noncash Investing Activities			
Change in fair value of investments	\$ (173,462)	\$ 1,965,727	\$ 1,792,265
Reconciliation of operating gain (loss) to net cash used by operating activities:			
Operating gain (loss)	\$ (581,431)	\$ 1,906,575	\$ 1,325,144
Adjustments to reconcile operating loss to net cash from operating activities:			
Depreciation	1,127,743	-	1,127,743
Miscellaneous cash received	257	-	257
Changes in operating assets and liabilities:			
Due from other governmental units	-	(2,534)	(2,534)
Inventory	(66)	-	(66)
Prepaid items	-	(35,929)	(35,929)
Accounts payable	(348,040)	348,525	485
Compensated absences, death benefits, and workers' compensation	(13,939)	(127,707)	(141,646)
Net cash provided by operating activities	\$ 184,524	\$ 2,088,930	\$ 2,273,454

CITY OF WYOMING, MICHIGAN
SCHEDULE OF CAPITAL ASSETS AND DEPRECIATION
INTERNAL SERVICE FUND
MOTOR POOL FUND
Year Ended June 30, 2005

	Assets			
	Balance July 1, 2004	Additions	Deletions	Balance June 30, 2005
Land	\$ 392,837	\$ -	\$ -	\$ 392,837
Building and improvements	3,135,770	-	-	3,135,770
Improvements other than buildings	606,590	31,949	-	638,539
Equipment	800,850	-	18,607	782,243
Vehicles	11,217,995	372,677	782,174	10,808,498
Construction in progress	-	5,700	-	5,700
	<u>\$ 16,154,042</u>	<u>\$ 410,326</u>	<u>\$ 800,781</u>	<u>\$ 15,763,587</u>

Depreciation				Net Book Value	Estimated Useful Life In Years
Balance July 1, 2004	Depreciation	Deletions	Balance June 30, 2005		
\$ -	\$ -	\$ -	\$ -	\$ 392,837	
1,399,440	176,518	-	1,575,958	1,559,812	10-40
379,514	33,311	-	412,825	225,714	10-20
579,251	59,954	18,608	620,597	161,646	3-10
6,833,386	857,960	780,124	6,911,222	3,897,276	3-15
-	-	-	-	5,700	
<u>\$ 9,191,591</u>	<u>\$ 1,127,743</u>	<u>\$ 798,732</u>	<u>\$ 9,520,602</u>	<u>\$ 6,242,985</u>	

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
INTERNAL SERVICE FUND
INSURANCE FUND
Year Ended June 30, 2005

	<u>General Liability</u>	<u>Fleet</u>	<u>Property</u>	<u>Floater</u>
Revenues:				
Premiums	\$ 423,855	\$ 156,247	\$ 234,886	\$ -
Investment earnings	<u>25,954</u>	<u>14,505</u>	<u>18,410</u>	<u>2,795</u>
Total revenues	<u>449,809</u>	<u>170,752</u>	<u>253,296</u>	<u>2,795</u>
Expenses:				
Administration and general	57,502	11,487	12,999	-
Interest	-	-	-	-
Insurance claims and premiums	<u>432,505</u>	<u>230,617</u>	<u>206,988</u>	<u>220</u>
Total expenses	<u>490,007</u>	<u>242,104</u>	<u>219,987</u>	<u>220</u>
Net income (loss)	(40,198)	(71,352)	33,309	2,575
Net assets, beginning of year	<u>1,545,817</u>	<u>826,000</u>	<u>1,065,600</u>	<u>163,248</u>
Net assets, end of year	<u>\$ 1,505,619</u>	<u>\$ 754,648</u>	<u>\$ 1,098,909</u>	<u>\$ 165,823</u>

<u>Life</u>	<u>Workers' Compensation</u>	<u>Health</u>	<u>Total</u>
\$ -	\$ 907,477	\$ 7,961,425	\$ 9,683,890
<u>2,834</u>	<u>168,930</u>	<u>(42,892)</u>	<u>190,536</u>
<u>2,834</u>	<u>1,076,407</u>	<u>7,918,533</u>	<u>9,874,426</u>
1,056	116,516	304,654	504,214
-	127,141	-	127,141
<u>39,986</u>	<u>246,496</u>	<u>6,116,289</u>	<u>7,273,101</u>
<u>41,042</u>	<u>490,153</u>	<u>6,420,943</u>	<u>7,904,456</u>
(38,208)	586,254	1,497,590	1,969,970
<u>185,643</u>	<u>2,163,369</u>	<u>(3,270,330)</u>	<u>2,679,347</u>
<u>\$ 147,435</u>	<u>\$ 2,749,623</u>	<u>\$ (1,772,740)</u>	<u>\$ 4,649,317</u>

CITY OF WYOMING, MICHIGAN
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
TAX COLLECTION FUND
Year Ended June 30, 2005

	Balance July 1, 2004	Additions	Deletions	Balance June 30, 2005
<u>Assets</u>				
Cash and cash equivalents	\$ 7,375	\$ 71,081,606	\$ 70,992,792	\$ 96,189
Taxes receivable	<u>1,650,246</u>	<u>68,703,063</u>	<u>68,364,580</u>	<u>1,988,729</u>
Total assets	<u>\$ 1,657,621</u>	<u>\$ 139,784,669</u>	<u>\$ 139,357,372</u>	<u>\$ 2,084,918</u>
<u>Liabilities</u>				
Due to other governmental units	<u>\$ 1,657,621</u>	<u>\$ 66,564,710</u>	<u>\$ 66,137,413</u>	<u>\$ 2,084,918</u>
Total liabilities	<u>\$ 1,657,621</u>	<u>\$ 66,564,710</u>	<u>\$ 66,137,413</u>	<u>\$ 2,084,918</u>

CITY OF WYOMING, MICHIGAN
STATEMENT OF PLAN NET ASSETS
PENSION TRUST FUND
June 30, 2005

	<u>Pension</u>	<u>Health Care</u>	<u>Total</u>
Assets:			
Cash and short-term investments	\$ 5,456,897	\$ 514,541	\$ 5,971,438
Receivables:			
Interest and dividends	540,962	28,600	569,562
Unsettled trades	187,899	9,352	197,251
Total receivables	728,861	37,952	766,813
Investments, at fair value:			
Certificates of deposit	308,502	15,354	323,856
U.S. Government obligations	8,544,920	425,287	8,970,207
Municipal bonds	506,639	25,216	531,855
Domestic corporate bonds	28,263,523	1,406,697	29,670,220
Domestic stocks	46,862,592	2,332,386	49,194,978
Preferred stocks	4,638,242	230,849	4,869,091
Foreign stocks	404,163	20,115	424,278
Foreign bonds	565,209	28,131	593,340
Foreign preferred stocks	149,175	7,425	156,600
Mutual funds	514,454	1,258,562	1,773,016
International stock mutual funds	17,973,827	894,571	18,868,398
Total investments	108,731,246	6,644,593	115,375,839
Total assets	114,917,004	7,197,086	122,114,090
Liabilities:			
Liability under securities lending	6,261,114	311,620	6,572,734
Refunds payable and other	233,477	11,620	245,097
Total liabilities	6,494,590	323,241	6,817,831
Net assets held in trust for pension benefits	\$ 108,422,414	\$ 6,873,845	\$ 115,296,259

CITY OF WYOMING, MICHIGAN
STATEMENTS OF CHANGES IN PLAN NET ASSETS
PENSION TRUST FUND
Year Ended June 30, 2005

	<u>Pension</u>	<u>Health Care</u>	<u>Total</u>
Additions:			
Contributions:			
Employer	\$ 1,436,202	\$ 1,878,398	\$ 3,314,600
Employee	<u>68,651</u>	<u>-</u>	<u>68,651</u>
Total contributions	<u>1,504,853</u>	<u>1,878,398</u>	<u>3,383,251</u>
Investment income:			
Net appreciation in fair value of investments	5,251,158	323,480	5,574,638
Interest	3,516,786	191,530	3,708,316
Other	<u>56,923</u>	<u>2,833</u>	<u>59,756</u>
Total income from investing activities	8,824,867	517,843	9,342,710
Less investment expense	<u>471,663</u>	<u>22,927</u>	<u>494,590</u>
Net income from investing activities	<u>8,353,204</u>	<u>494,916</u>	<u>8,848,120</u>
Securities lending income	161,968	-	161,968
Securities lending expense	<u>(150,960)</u>	<u>-</u>	<u>(150,960)</u>
Net income from securities lending	<u>11,008</u>	<u>-</u>	<u>11,008</u>
Total additions	<u>9,869,065</u>	<u>2,373,314</u>	<u>12,242,379</u>
Deductions:			
Benefits	4,746,097	-	4,746,097
Health care premium subsidies	-	1,468,685	1,468,685
Administrative expense	<u>46,861</u>	<u>-</u>	<u>46,861</u>
Total deductions	<u>4,792,958</u>	<u>1,468,685</u>	<u>6,261,643</u>
Net increase	5,076,107	904,629	5,980,736
Net assets held in trust for pension benefits:			
Beginning of year	<u>103,346,307</u>	<u>5,969,216</u>	<u>109,315,523</u>
End of year	<u>\$ 108,422,414</u>	<u>\$ 6,873,845</u>	<u>\$ 115,296,259</u>

CITY OF WYOMING, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL
CAPITAL PROJECTS FUND
CAPITAL IMPROVEMENT FUND
Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Taxes:				
Property taxes	\$ 3,610,000	\$ 3,610,000	\$ 3,582,233	\$ (27,767)
Industrial/commercial facilities tax	113,700	113,700	111,859	(1,841)
Service charges in lieu of taxes	3,200	3,200	4,103	903
Total taxes	3,726,900	3,726,900	3,698,195	(28,705)
Intergovernmental:				
Federal grants	600,000	600,000	-	(600,000)
Investment earnings	70,000	70,000	117,353	47,353
Storm sewer cost share	250,000	315,000	336,016	21,016
Miscellaneous	-	59,000	85,897	26,897
Total revenues	4,646,900	4,770,900	4,237,461	(533,439)
Expenditures:				
Capital outlay:				
Street improvements	3,450,320	9,378,351	3,816,145	5,562,206
Storm sewer improvements	420,000	470,146	341,794	128,352
Sanitary sewer improvements	878,400	1,471,706	-	1,471,706
Water improvements	1,143,750	2,683,010	-	2,683,010
Administration	687,270	687,270	697,757	(10,487)
Total expenditures	6,579,740	14,690,483	4,855,696	9,834,787
Deficiency of revenues under expenditures	(1,932,840)	(9,919,583)	(618,235)	9,301,348
Other financing sources (uses):				
Bonds issued	2,210,000	3,515,000	-	(3,515,000)
Discount on bonds issued	-	-	-	-
Proceeds from sale of capital assets	-	-	1,125,241	1,125,241
Transfers in:				
Contribution from General Fund	-	-	-	-
Transfers out:				
General Obligation Limited Tax Bonds Fund	(183,800)	(183,800)	(183,419)	381
Michigan Transportation Fund - Major	(729,800)	(729,800)	(730,336)	(536)
Michigan Transportation Fund - Local	(457,600)	(457,600)	(457,812)	(212)
Total other financing sources (uses)	838,800	2,143,800	(246,326)	(2,390,126)
Net change in fund balance	(1,094,040)	(7,775,783)	(864,561)	6,911,222
	2,534,333	2,534,333	2,534,333	-
FUND BALANCE, beginning of year	\$ 1,440,293	\$ (5,241,450)	\$ 1,669,772	\$ 6,911,222
FUND BALANCE (DEFICIT), end of year				

Statistical Section (Unaudited)

Table 1

CITY OF WYOMING, MICHIGAN
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
GENERAL FUND
Last Ten Fiscal Years

Year Ended June 30,	General Government	Court	Police	Fire	Inspections	Public Works	Street Lighting	All Other General	Total
1996	3,153,574	928,328	7,797,591	2,538,627	518,767	144,477	571,586	820,977	16,473,927
1997	3,809,970	1,094,295	8,721,640	-	644,074	8,709	629,850	812,912	15,721,450
1998	4,069,234	1,050,155	10,175,940	3,275,603	722,734	46,952	683,460	545,626	20,569,704
1999	4,085,071	1,110,777	10,617,857	3,446,227	756,402	264,542	687,194	718,333	21,686,403
2000	4,673,312	1,233,434	11,789,503	3,764,760	868,135	132,750	785,822	1,101,910	24,349,626
2001	4,907,472	1,328,259	12,612,101	4,393,669	-	330,981	827,246	864,677	25,264,405
2002	4,968,599	1,449,189	12,846,530	4,388,545	-	310,845	713,249	1,088,314	25,765,271
2003	5,303,147	1,542,502	13,585,342	4,855,044	-	56,467	809,405	1,103,765	27,255,672
2004	6,318,100	1,767,718	13,897,181	4,943,323	-	46,582	737,855	707,712	28,418,471
2005	6,086,243	1,770,363	13,529,560	4,763,678	-	9,897	725,528	746,851	27,632,120
Percent to Total Expenditures									
1996	19.1	5.6	47.3	15.4	3.2	0.9	3.5	5.0	
1997	24.2	7.0	55.5	-	4.1	-	4.0	5.2	
1998	19.8	5.1	49.5	15.9	3.5	0.2	3.3	2.7	
1999	18.8	5.1	49.0	15.9	3.5	1.2	3.2	3.3	
2000	19.2	5.1	48.4	15.5	3.6	0.5	3.2	4.5	
2001	19.4	5.3	49.9	17.4	-	1.3	3.3	3.4	
2002	19.3	5.6	49.9	17.0	-	1.2	2.8	4.2	
2003	19.5	5.7	49.8	17.8	-	0.2	3.0	4.0	
2004	22.2	6.2	48.9	17.4	-	0.2	2.6	2.5	
2005	22.0	6.4	49.0	17.2	-	0.1	2.6	2.7	

Table 2

CITY OF WYOMING, MICHIGAN
GENERAL GOVERNMENTAL REVENUES AND TRANSFERS BY SOURCE
GENERAL FUND
Last Ten Fiscal Years

Year Ended June 30,	Property Taxes	Licenses and Permits	Intergovernmental			Fees and Service Charges	Interfund	Municipal Court Fines and Costs	Investment Earnings	All Other	Transfer (to) from Other Funds	Total
			Federal	State	Other							
1996	6,897,309	1,006,588	26,904	5,424,685	229,508	133,235	1,499,341	1,397,528	387,588	178,888	(471,596)	16,709,978
1997	7,270,004	1,116,409	-	6,227,057	236,212	148,097	1,438,678	1,520,904	447,371	132,564	(2,249,316)	16,287,980
1998	7,602,833	1,165,872	312,941	6,517,006	150,980	127,663	1,302,480	1,603,615	591,516	102,548	1,784,528	21,261,982
1999	7,994,487	1,375,388	29,199	6,973,513	157,512	138,100	1,474,200	1,765,123	584,897	133,553	1,972,326	22,598,298
2000	8,328,166	1,512,592	35,531	7,130,435	164,596	126,179	1,479,840	1,855,213	563,816	112,349	1,278,750	22,587,467
2001	8,639,120	601,918	259,498	7,922,217	199,061	104,714	1,692,120	1,732,983	706,548	141,243	3,281,946	25,281,368
2002	9,208,358	661,936	433,219	7,793,289	198,267	104,584	2,078,520	2,014,674	539,573	378,157	3,431,389	26,841,966
2003	9,717,497	659,091	365,944	7,155,005	202,595	127,523	2,140,200	2,093,485	396,910	212,793	3,484,553	26,555,596
2004	9,983,106	636,360	290,415	6,784,279	171,317	134,402	2,683,320	1,996,898	285,578	250,786	3,949,738	27,166,199
2005	10,263,019	654,660	401,751	6,529,902	295,812	145,952	2,582,520	1,890,335	329,116	304,350	4,074,172	27,471,589

Percent to Total Revenues

1996	41.3	6.0	0.2	32.5	1.4	0.8	9.0	8.4	2.3	1.1	(3.0)	
1997	44.6	6.9	-	38.2	1.6	0.9	8.8	9.3	2.7	0.8	(13.8)	
1998	35.7	5.5	1.5	30.7	0.7	0.6	6.1	7.5	2.8	0.5	8.4	
1999	35.4	6.1	0.1	30.9	0.7	0.6	6.5	7.8	2.6	0.6	8.7	
2000	36.9	6.7	0.2	31.5	0.7	0.6	6.6	8.2	2.5	0.5	5.6	
2001	34.2	2.4	1.0	31.2	0.8	0.4	6.7	6.9	2.8	0.6	13.0	
2002	34.3	2.5	1.6	29.0	0.7	0.4	7.7	7.5	2.0	1.4	12.9	
2003	36.6	2.5	1.4	26.9	0.8	0.5	8.1	7.9	1.5	0.8	13.0	
2004	36.7	2.3	1.1	25.0	0.6	0.5	9.9	7.4	1.1	0.9	14.5	
2005	37.4	2.4	1.5	23.8	1.1	0.5	9.4	6.9	1.2	1.1	14.8	

Table 3

CITY OF WYOMING, MICHIGAN
PROPERTY TAXES, LEVIES AND COLLECTIONS
 Last Ten Fiscal Years

Year Ended June 30,	Total Tax Levy	Collections to March 1,		Collections to June 30,	
1996	12,451,192	11,562,516	92.86%	11,915,469	95.70%
1997	14,226,337	13,729,296	96.51%	14,153,558	99.49%
1998	16,570,736	16,527,344	99.74%	16,561,230	99.94%
1999	17,442,530	16,887,742	96.82%	17,230,540	98.78%
2000	17,593,147	16,976,507	96.50%	17,377,334	98.77%
2001	18,880,728	18,796,959	99.56%	18,806,319	99.61%
2002	20,695,779	18,317,264	88.51%	18,874,699	91.20%
2003	21,578,687	20,816,636	96.47%	21,472,548	99.51%
2004	22,069,829	21,507,617	97.45%	22,010,367	99.73%
2005	22,713,013	21,958,093	96.68%	22,653,605	99.74%

CITY OF WYOMING, MICHIGAN
TAXABLE VALUES - TAX RATES - TAX LEVIES
Last Ten Fiscal Years

	Taxable Value			Tax Rate (per \$1,000 of State Equalized Valuation)			
	Real Property	Personal Property	Total	Operating	Police	Fire	Sidewalk Snow Removal
1996	\$ 1,079,123,200	\$ 212,264,500	\$ 1,291,387,700	(1) 4.6695			0.1000
	16,948,050	38,132,100	55,080,150	(2) 4.6695			0.1000
	<u>1,096,071,250</u>	<u>250,396,600</u>	<u>1,346,467,850</u>				
1997	1,133,340,760	232,303,200	1,365,643,960	(1) 4.6695		0.7500	0.1000
	18,517,000	38,857,000	57,374,000	(2) 4.6695		0.7500	0.1000
	<u>1,151,857,760</u>	<u>271,160,200</u>	<u>1,423,017,960</u>				
1998	1,185,060,023	240,477,000	1,425,537,023	(1) 4.6695	1.2500	0.7500	0.1000
	15,615,750	42,709,600	58,325,350	(2) 4.6695	1.2500	0.7500	0.1000
	<u>1,200,675,773</u>	<u>283,186,600</u>	<u>1,483,862,373</u>				
1999	1,251,360,103	253,970,200	1,505,330,303	(1) 4.6695	1.2500	0.7500	0.1000
	14,576,100	42,022,650	56,598,750	(2) 4.6695	1.2500	0.7500	0.1000
	<u>1,265,936,203</u>	<u>295,992,850</u>	<u>1,561,929,053</u>				
2000	1,294,205,275	269,315,466	1,563,520,741	(1) 4.6695	1.2500	0.7500	0.1868
	16,658,197	37,073,200	53,731,397	(2) 4.6695	1.2500	0.7500	0.1868
	<u>1,310,863,472</u>	<u>306,388,666</u>	<u>1,617,252,138</u>				
2001	1,366,198,985	254,707,500	1,620,906,485	(1) 4.6695	1.2500	0.7500	0.1868
	18,627,687	47,133,650	65,761,337	(2) 4.6695	1.2500	0.7500	0.1868
	<u>1,384,826,672</u>	<u>301,841,150</u>	<u>1,686,667,822</u>				
2002	1,444,008,693	266,561,400	1,710,570,093	(1) 4.6695	1.2500	0.7500	0.1868
	44,240,400	110,665,700	154,906,100	(2) 4.6695	1.2500	0.7500	0.1868
	<u>1,488,249,093</u>	<u>377,227,100</u>	<u>1,865,476,193</u>				
2003	1,534,819,143	283,845,000	1,818,664,143	(1) 4.6695	1.2500	0.7500	0.1600
	39,718,280	107,373,000	147,091,280	(2) 4.6695	1.2500	0.7500	0.1600
	<u>1,574,537,423</u>	<u>391,218,000</u>	<u>1,965,755,423</u>				
2004	1,614,794,898	288,903,819	1,903,698,717	(1) 4.6695	1.2500	0.7500	0.1600
	30,611,131	94,670,600	125,281,731	(2) 4.6695	1.2500	0.7500	0.1600
	<u>1,645,406,029</u>	<u>383,574,419</u>	<u>2,028,980,448</u>				
2005	1,662,322,006	281,537,584	1,943,859,590	(1) 4.6695	1.2500	0.7500	0.1600
	32,067,852	87,522,500	119,590,352	(2) 4.6695	1.2500	0.7500	0.1600
	<u>1,694,389,858</u>	<u>369,060,084</u>	<u>2,063,449,942</u>				

(1) From 1995, the credit on taxable value on properties within the State of Michigan is limited to the rate of inflation or 5%, creating a variance between assessed and taxable value.

(2) If I new facilities are valued at 50% while rehab-facilities are frozen in value for the term of the exemption.

Table 4

Tax Rate (per \$1,000 of State Equalized Valuation)							
Sewer and Water Improvement	Library	Parks and Recreation	Debt Service	Public Transportation	Total Tax Rate	Total Tax Levy	
1.8678	0.3000	1.5000	0.5600	0.2500	9.2473	\$ 11,941,849	
1.8678	0.3000	1.5000	0.5600	0.2500	9.2473	509,343	
						<u>12,451,192</u>	
1.8678	0.3000	1.5000	0.5600	0.2500	9.9973	13,652,752	
1.8678	0.3000	1.5000	0.5600	0.2500	9.9973	573,585	
						<u>14,226,337</u>	
1.8678	0.3000	1.5000	0.4800	0.2500	11.1673	15,919,400	
1.8678	0.3000	1.5000	0.4800	0.2500	11.1673	651,337	
						<u>16,570,736</u>	
1.8678	0.3000	1.5000	0.4800	0.2500	11.1673	16,810,475	
1.8678	0.3000	1.5000	0.4800	0.2500	11.1673	632,055	
						<u>17,442,530</u>	
1.8678	0.3000	1.5000	0.3500		10.8741	17,001,881	
1.8678	0.3000	1.5000	0.4800		11.0041	591,266	
						<u>17,593,147</u>	
1.8678	0.3000	1.5000	0.6700		11.1941	18,144,589	
1.8678	0.3000	1.5000	0.6700		11.1941	736,139	
						<u>18,880,728</u>	
1.8678	0.2000	1.5000	0.6700		11.0941	18,977,236	
1.8678	0.2000	1.5000	0.6700		11.0941	1,718,544	
				Yard Waste Disp.		<u>20,695,779</u>	
1.8678	0.1500	1.5000	0.4600	0.1700	10.9773	19,964,022	
1.8678	0.1500	1.5000	0.4600	0.1700	10.9773	1,614,665	
						<u>21,578,687</u>	
1.8678	0.1000	1.5000	0.4100	0.1700	10.8773	20,707,102	
1.8678	0.1000	1.5000	0.4100	0.1700	10.8773	1,362,727	
						<u>22,069,829</u>	
1.8678	0.3200	1.5000	0.3200	0.1700	11.0073	21,396,646	
1.8678	0.3200	1.5000	0.3200	0.1700	11.0073	1,316,367	
						<u>22,713,013</u>	

CITY OF WYOMING, MICHIGAN
PROPERTY TAX RATES
(Per \$1,000 of State Equalized Valuation)
DIRECT AND OVERLAPPING GOVERNMENTS
Last Ten Fiscal Years

Year Ended June 30,	City of Wyoming	Kent County	Library	School Districts				
				Grand Rapids	Kent	Godwin	Grandville	
				Community College	Intermediate	Godfrey-Lee		Heights
Homestead Rates								
1996	9.2473	5.2252	-	1.8285	3.8803	8.9000	1.0000	7.1700
1997	9.9973	5.1014	-	1.8285	3.8803	8.9000	1.0000	7.1700
1998	11.1673	5.1111	-	1.8285	3.8803	12.4300	1.0000	7.1700
1999	11.1673	5.3664	0.6800	1.8276	3.8784	12.4300	1.0000	7.1700
2000	11.1241	5.3551	0.6431	1.8201	3.8625	12.4300	1.0000	7.1700
2001	11.1941	5.3340	0.8400	1.8109	3.8430	12.4140	3.1500	6.7383
2002	11.0941	5.3230	0.8787	1.8049	3.8299	12.4132	1.6000	6.2317
2003	10.9773	5.3140	0.8769	1.8000	3.8192	12.1941	1.6000	6.2317
2004	10.8773	5.3140	0.8710	1.7865	3.7903	11.9697	1.5000	6.1130
2005	10.7873	5.3140	0.8800	1.7865	4.5333	11.9000	1.5000	6.1130
Non-Homestead Rates								
1996	9.2473	5.2252	-	1.8285	3.8803	26.9000	19.0000	25.1700
1997	9.9973	5.1014	-	1.8285	3.8803	26.9000	19.0000	25.1700
1998	11.1673	5.1111	-	1.8285	3.8803	30.4300	19.0000	25.1700
1999	11.1673	5.3664	0.6800	1.8276	3.8784	30.4300	19.0000	25.1700
2000	11.1241	5.3551	0.6431	1.8201	3.8625	30.4300	19.0000	25.1700
2001	11.1941	5.3340	0.8400	1.8109	3.8430	30.4140	21.1500	24.7383
2002	11.0941	5.3230	0.8787	1.8049	3.8299	30.4132	10.6000	24.2317
2003	10.9773	5.3140	0.8769	1.8000	3.8192	29.8251	10.6000	24.2317
2004	10.8773	5.3140	0.8710	1.7865	3.7903	29.9697	10.5000	23.9600
2005	10.7873	5.3140	0.8800	1.7865	4.5333	29.9000	10.5000	24.1130

(1) Total includes the Wyoming School District rate.

Table 5

School Districts					
Kelloggsville	Bryon Center	Kentwood	Wyoming	State Education	Total (1)
Homestead Rates					
6.9800	8.0000	4.2900	4.1800	6.0000	30.3613
6.9940	8.0000	5.1014	4.2800	6.0000	31.0875
3.6000	8.0000	5.4000	1.5500	6.0000	29.5372
5.5000	7.8982	5.3980	5.2200	6.0000	34.1397
5.7600	4.9982	5.3979	5.2200	6.0000	34.0249
5.7600	7.9982	5.3951	5.0000	6.0000	34.0220
2.8500	3.9981	2.6976	4.9000	6.0000	33.8306
2.7500	3.9965	2.6961	4.7000	6.0000	33.4874
2.7500	3.9917	2.6961	4.7000	6.0000	33.3391
2.7500	3.9918	2.8461	4.7000	6.0000	34.0011
Non-Homestead Rates					
24.9800	26.0000	22.2900	22.1800	6.0000	48.3613
24.9940	26.0000	23.8900	22.2800	6.0000	49.0875
21.5580	26.0000	23.4000	19.5500	6.0000	47.5372
23.4580	25.9982	23.3980	23.2200	6.0000	52.1397
23.4580	25.9982	23.3980	23.2200	6.0000	52.0249
23.7600	25.9982	23.3951	23.0000	6.0000	52.0220
11.8500	12.9981	11.6976	22.9000	6.0000	51.8306
11.7500	12.9965	11.6961	22.7000	6.0000	51.4874
11.3522	12.9917	11.6961	22.7000	6.0000	51.3391
11.7500	12.9918	11.8461	22.7000	6.0000	52.0011

Table 6

CITY OF WYOMING, MICHIGAN
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years
(dollar figures in thousands)

Fiscal Year	Real Property		(1)	Personal Property		Commercial and Industrial Facilities Exemptions		Total		Ratio of Total Assessed	Percent Increase in Estimated
	Estimated			Estimated		Estimated		Estimated		to Total	Actual
	Assessed	Actual		Assessed	Actual	Assessed	Actual	Assessed	Actual	Estimated	Value
	Value	Value		Value	Value	Value	Value	Value	Value	Actual	Prior
	Value	Value		Value	Value	Value	Value	Value	Value	Value	Year
1996	\$ 1,079,123	\$ 2,158,246		\$ 212,265	\$ 424,529	\$ 55,080	\$ 110,160	\$ 1,346,468	\$ 2,692,935	50%	2.46%
1997	1,147,000	2,294,000		232,303	464,606	57,374	114,748	1,436,677	2,873,354	50%	6.70%
1998	1,207,000	2,414,000		240,477	480,954	58,325	116,651	1,505,802	3,011,605	50%	4.81%
1999	1,313,000	2,626,000		253,970	507,940	56,599	113,198	1,623,569	3,247,138	50%	7.82%
2000	1,395,000	2,790,000		269,315	538,631	53,731	107,463	1,718,047	3,436,094	50%	5.82%
2001	1,475,353	2,950,705		254,695	509,390	65,959	131,917	1,796,006	3,592,013	50%	4.54%
2002	1,577,031	3,154,061		266,561	533,123	82,389	164,778	1,925,981	3,851,962	50%	7.24%
2003	1,737,450	3,474,901		283,358	566,715	93,964	187,928	2,114,772	4,229,543	50%	9.80%
2004	1,877,373	3,754,746		290,118	580,237	78,115	156,231	2,245,607	4,491,214	50%	6.19%
2005	1,951,181	3,902,363		277,526	555,053	120,645	241,290	2,349,352	4,698,706	50%	4.62%

(1) From 1995, the credit on taxable value on properties within the State of Michigan is limited to the rate of inflation or 5%, creating a variance between assessed and taxable value.

CITY OF WYOMING, MICHIGAN
SPECIAL ASSESSMENTS - BILLINGS AND COLLECTIONS
 Last Ten Fiscal Years

Year Ended June 30,	Billings	Amount of Collections
1996	\$ 274,606	\$ 702,067
1997	254,941	936,609
1998	255,482	1,028,190
1999	327,165	1,247,576
2000	300,869	914,756
2001	243,085	530,665
2002	226,485	688,843
2003	242,666	788,064
2004	237,142	1,044,019
2005	181,047	676,729

Table 8

CITY OF WYOMING, MICHIGAN
RATIO OF NET GENERAL BONDED AND CONTRACT DEBT
TO STATE TAXABLE VALUE AND NET BONDED
DEBT PER CAPITA
Last Ten Fiscal Years

Year Ended June 30,	Population	State Taxable Value (1)	Gross Debt	Less Debt Service Funds	Net Debt	Ratio of Net Debt to State Taxable Value	Net Debt Per Capita
1996	65,868	\$ 1,346,467,850	\$ 4,810,000	\$ 718,605	\$ 4,091,395	0.30%	62
1997	66,198	1,423,017,960	10,818,556	782,849	10,035,707	0.71%	152
1998	66,528	1,483,862,373	30,446,706	687,381	29,759,325	2.01%	447
1999	66,858	1,561,929,053	30,595,741	652,850	29,942,891	1.92%	448
2000	66,858	1,617,252,138	41,204,593	469,892	40,734,701	2.52%	609
2001	69,368	1,686,667,822	38,742,529	364,339	38,378,190	2.28%	553
2002	71,400	1,865,476,193	36,865,171	312,159	36,553,012	1.96%	512
2003	71,996	1,965,755,423	36,831,888	302,958	36,528,930	1.86%	507
2004	73,500	2,028,980,448	34,713,067	197,906	34,515,161	1.76%	470
2005	74,000	2,063,449,942	32,108,653	245,678	31,862,975	1.54%	431

(1) Final State equalized and taxable value including industrial facilities tax.

CITY OF WYOMING, MICHIGAN
COMPUTATION OF LEGAL DEBT MARGIN
FOR GENERAL OBLIGATION BONDS
June 30, 2005

State equalized assessed value - December 31, 2005			\$ 2,349,352,800
Debt limit - ten percent of state equalized assessed value			\$ 234,935,280
Amount of debt applicable to debt limit:			
Total bonded debt		\$ 67,785,008	
Less:			
Assets available for Debt Service	\$ 245,678		
Bonded debt not subject to limitation			
Revenue Bonds	<u>25,995,000</u>	<u>26,240,678</u>	
Total amount of debt applicable to debt limit			<u>41,544,330</u>
Legal debt margin			<u>\$ 193,390,950</u>

CITY OF WYOMING, MICHIGAN
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
 June 30, 2005

Name of Governmental Unit	Net Debt Outstanding	Percentage Applicable To City	City of Wyoming's Share Of Debt
City of Wyoming			
General obligation	\$ 32,108,653		
General obligation water and sewer	826,355		
Revenue	25,995,000		
Kent County DPW	8,855,000		
Total city direct debt	67,785,008	100.00%	\$ 67,785,008
Kent County	84,960,000	10.91%	9,269,136
Grand Rapids Community College	57,460,000	10.62%	6,102,252
Schools Districts:			
Wyoming	44,620,000	99.63%	44,454,906
Godwin Heights	12,340,000	91.64%	11,308,376
Kelloggsville	18,285,000	63.20%	11,556,120
Grandville	44,615,000	24.57%	10,961,906
Byron Center	80,589,273	0.18%	145,061
Kentwood	110,915,000	0.44%	488,026
Godfrey Lee	15,563,198	100.00%	15,563,198
Total overlapping debt	\$ 469,347,471		109,848,981
Total city direct and overlapping debt			\$ 177,633,989

CITY OF WYOMING, MICHIGAN
**RATIO OF ANNUAL DEBT SERVICE FOR GENERAL
 DEBT TO TOTAL GENERAL EXPENDITURES**
 Last Ten Fiscal Years

Fiscal Year	Debt Service			General Fund Expenditures Total	Ratio
	Principal	Interest and Fees	Total		
1996	\$ 650,000	\$ 182,296	\$ 832,296	\$ 16,120,798	5.16
1997	725,250	317,251	1,042,501	15,397,275	6.77
1998	1,171,091	716,262	1,887,353	20,569,704	9.18
1999	1,796,476	1,266,811	3,063,287	21,686,403	14.13
2000	1,981,046	1,379,576	3,360,622	24,349,626	13.80
2001	2,336,970	2,080,630	4,417,600	25,264,405	17.49
2002	2,677,358	1,912,986	4,590,344	25,765,271	17.82
2003	2,443,283	1,848,377	4,291,660	27,255,672	15.75
2004	2,688,821	1,801,665	4,490,486	28,418,471	15.80
2005	2,404,414	1,712,320	4,116,734	27,632,120	14.90

Table 12

CITY OF WYOMING, MICHIGAN
SEWER REVENUE BOND COVERAGE
 Last Ten Fiscal Years

Fiscal Year Ended	Gross Revenues (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements (3)			Coverage
				Principal	Interest and Fees	Total	
1996	\$ 7,921,686	\$ 5,637,961	\$ 2,283,725	\$ -	\$ -	\$ -	-
1997	6,833,000	6,784,989	48,011	-	40,497	40,497	1.19
1998	4,635,867	5,968,431	(1,332,564)	110,000	205,345	315,345	(4.23)
1999	7,559,809	5,775,024	1,784,785	210,000	419,252	629,252	2.84
2000	8,052,780	6,535,394	1,517,386	225,000	456,250	681,250	2.23
2001	8,493,948	6,631,349	1,862,599	245,000	447,091	692,091	2.69
2002	9,407,030	6,853,182	2,553,848	380,000	435,685	815,685	3.13
2003	9,111,856	7,046,561	2,065,295	395,000	502,907	897,907	2.30
2004	10,750,891	7,833,343	2,917,548	515,000	569,169	1,084,169	2.69
2005	10,937,102	7,623,434	3,313,668	565,000	581,066	1,146,066	2.89

(1) Total revenues (including interest)

(2) Total operating expenses exclusive of depreciation

(3) Includes principal and interest of revenue bonds only. It does not include the general obligation bond reported in the debt service fund.

Table 13

**CITY OF WYOMING, MICHIGAN
WATER REVENUE BOND COVERAGE
Last Ten Fiscal Years**

Fiscal Year Ended	Gross Revenues (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements (3)			Coverage
				Principal	Interest and Fees	Total	
1996	\$ 9,067,356	\$ 5,982,920	\$ 3,084,436	\$ 225,000	\$ 15,896	\$ 240,896	12.80
1997	11,715,332	6,600,598	5,114,734	225,000	46,860	271,860	18.81
1998	10,674,187	6,266,083	4,408,104	240,000	101,181	341,181	12.92
1999	12,266,253	6,635,721	5,630,532	285,000	160,817	445,817	12.63
2000	13,099,171	7,157,721	5,941,450	310,000	177,406	487,406	12.19
2001	15,780,232	7,776,073	8,004,159	365,000	178,082	543,082	14.74
2002	15,548,014	7,936,491	7,611,523	140,000	357,463	497,463	15.30
2003	16,067,372	8,569,717	7,497,655	310,000	622,788	932,788	8.04
2004	15,013,729	8,272,486	6,741,243	410,000	705,371	1,115,371	6.04
2005	16,175,397	9,429,831	6,745,566	460,000	765,662	1,225,662	5.50

(1) Total revenues (including interest)

(2) Total operating expenses exclusive of depreciation

(3) Includes principal and interest of revenue bonds only. It does not include the general obligation bond reported in the debt service fund.

CITY OF WYOMING, MICHIGAN
SCHEDULE OF INSURANCE IN FORCE
June 30, 2005

<u>Type of Coverage</u>	<u>Details of Coverage</u>	<u>Limits</u>
Michigan Municipal Risk Management Policy Period November 16, 2004 to November 15, 2005 Policy Number - 00138		
Forgery Policy	Forgery	\$ 1,000,000
Public Employees' Blanket Bond Honesty blanket - Employees	City	1,000,000
	District Court 62A	1,000,000
Faithful performance	Police officers	1,000,000
Public Official Bond - Faithful performance	City Treasurer	1,000,000
	City Clerk	1,000,000
	District Court - Magistrate	1,000,000
National Union Fire Insurance Company Policy Period January 1, 2005 to January 1, 2006 Policy Number - 2123-4984C03		
Accident - Volunteer Firefighters Employee injury	Principal sum	\$ 25,000
	Weekly	100

CITY OF WYOMING, MICHIGAN
SALARIES AND SURETY BONDS OF PRINCIPAL OFFICIALS
June 30, 2005

	<u>Annual Salary</u>	<u>Amount of Surety Bond</u>
Mayor	\$ 11,787	\$ 1,000,000
Mayor Pro Tem	9,241	1,000,000
Councilpersons (5 each)	8,189	1,000,000
City Manager	114,750	1,000,000
City Clerk	69,000	1,000,000
Director of Administrative Services	87,500	1,000,000
Director of Public Works	95,100	1,000,000
Director of Utilities	95,100	1,000,000
Director of Planning and Community Development	88,691	1,000,000
City Treasurer	77,563	1,000,000
Director of Finance	82,139	1,000,000
District Court Judges (2)	45,724	1,000,000
District Court Magistrate (part-time)	26,611	1,000,000
Police Chief	95,077	1,000,000
All Police Officers	52,291	1,000,000

Table 16

**CITY OF WYOMING, MICHIGAN
PRINCIPAL TAXPAYERS
June 30, 2005**

No.	Name	Type of Business	Taxable Value	Percent of City Total
1	General Motors Corp.	Automotive	\$ 104,775,533	2.23%
2	Delphi Automotive	Automotive	33,268,600	0.71%
3	Consumers Energy	Electric Utility	26,928,181	0.57%
4	Gordon Food Service	Food Wholesaler	24,844,942	0.53%
5	United Parcel Service	Shipping	22,323,400	0.47%
6	Aimco Ramblewood	Apartments	20,055,067	0.43%
7	Steelcase, Inc.	Furniture	17,236,800	0.37%
8	Chateau	Apartments	11,933,198	0.25%
9	Wilsontown LLC	Retail	10,647,051	0.23%
10	Rogers Dept Store	Retail	10,016,488	0.21%
11	Holland American Wafer	Bakery	9,182,055	0.20%
12	Home Depot	Hardware/Lumber	8,879,999	0.19%
13	Waterchase Assoc. LLC	Apartments	8,442,486	0.18%
14	Country Fresh, Inc.	Dairy Products	7,737,560	0.16%
15	Meijers Inc	Retail	7,435,423	0.16%
16	Michigan Consolidated Gas	Natural Gas Utility	7,124,800	0.15%
17	Leon Plastics	Plastics	6,273,100	0.13%
18	Wyoming Retirement Residence	Retirement Residence	5,000,699	0.11%
19	Studio 28/Jack Loeks	Theater	4,937,627	0.11%
20	Menard Inc	Retail	4,909,300	0.10%
			<u>\$ 351,952,309</u>	<u>7.49%</u>

The above values, represent **7.49%** of the total 2004 Assessment Roll of the City of Wyoming as of March 31, 2004 totaling **\$4,698,705,600**

The individual values are for real and personal property owned by the designated taxpayer, including Industrial Facilities and Commercial Development Taxable Value Amounts.

Table 17

CITY OF WYOMING, MICHIGAN
PROPERTY VALUE AND CONSTRUCTION
Last Ten Fiscal Years

Fiscal Year	Industrial and Commercial Construction (1)		Residential Construction (1)		True Cash Value (including IFT) (2)	
	Number of Permits	Value	Number of Units	Value	Industrial and Commercial	Residential
1996	137	24,129,328	550	27,031,281	1,015,286,400	1,341,453,700
1997	135	29,547,402	625	30,900,371	1,065,740,800	1,412,577,400
1998	129	35,720,995	579	24,719,309	1,132,818,900	1,555,552,400
1999	127	37,194,467	696	51,744,406	1,176,925,600	1,680,437,000
2000	177	63,000,132	642	30,519,262	1,231,854,200	1,789,689,000
2001	116	39,109,441	739	31,757,597	1,312,531,800	1,930,966,800
2002	109	30,587,936	666	27,862,032	1,459,675,200	2,095,780,000
2003	114	32,504,285	651	30,636,552	1,510,410,284	2,230,502,400
2004	126	61,091,830	662	36,407,141	1,493,646,000	2,270,016,700
2005	157	102,471,694	618	24,144,796	1,575,698,800	2,556,211,000

Data Sources:

- (1) Building Inspections Department - actual permits issued
- (2) Assessor's Office

Table 18

CITY OF WYOMING, MICHIGAN
DEMOGRAPHIC STATISTICS
 Last Ten Fiscal Years

Fiscal Year	(1)	(2)				(3)	(4)
	Population	Per Capita Income	Median Age	Education Level		School Enrollment	Unemployment Rate
1996	65,868 *	16,325 *	30 *	12.4 *		13,038	4.4%
1997	66,198 *	16,725 *	30 *	12.4 *		13,454	3.6%
1998	66,528 *	17,125 *	32 *	12.4 *		12,967	3.0%
1999	66,858 *	17,600 *	32 *	12.4 *		12,960	3.1%
2000	66,858 *	17,600 *	32 *	12.4 *		12,960	3.1%
2001	69,368	17,600 *	31.2 *	12.4 *		12,762	5.0%
2002	71,400 *	19,287 *	31.2 *	12.4 *		13,053	5.8%
2003	71,996 *	19,300 *	31.2 *	12.4 *		13,992	8.0%
2004	73,500 *	29,770 *	32.5 *	12.4 *		14,465	6.6%
2005	74,000 *	23,902 *	33.6 *	12.4 *		14,185	6.4%











* Estimated

Data Sources:

- (1) City Assessor
- (2) factfinder.census.gov - for Kent County
- (3) Public and private schools within the City of Wyoming
- (4) www.michlmi.org

Table 19

CITY OF WYOMING, MICHIGAN
MISCELLANEOUS STATISTICAL DATA
 June 30, 2005

Government		Date of incorporation January 1, 1959 Form of government Council-Manager	Area 24.5 square miles Number of employees 399
Streets		Paved Streets 238.88 miles Unpaved Streets .25 miles	Sidewalks 342 miles Number of streetlights 5,092
Fire		Employees Full-time 32 Reserve 27 Civilian 1	Stations 4 Vehicles 18
Police		Employees Patrol Officers 87 Dispatchers 11 Administrative 4 Civilians 17	Vehicles Patrol 28 Other 18
Parks and Recreation		Parks 691 Acres Bike Trails 68 miles	Number of Parks 22
Schools		Public 32 schools Charter 1 school Parochial 8 schools	Students 11,334 659 2,192
Water Utility		Retail customers 21,587 Average daily use 34.35 million gallons	Daily plant capacity 90.0 million gallons
Elections		Registered voters 46,025 Votes cast in last general election 30,945 Votes cast in last municipal election 3,539	Percentage of registered voters voting in: Last general election 68.85% Last municipal election 8.07%
Properties		Residential 20,705 Exempt 566 Industrial 699 IFT 203	Commercial 1,231 Personal 2,282 Total Parcels 25,686
Census		1970 56,560 1980 59,616	1990 63,891 2000 69,368